



**R Sogani & Associates**  
Chartered Accountants

“Shree Dham”  
R-20, YudhishterMarg, ‘C’-Scheme, Jaipur - 302005  
Tel: 2222734, 2220735, 2220736  
E-mail: rsa@soganiprofessionals.com  
Website: www.soganiprofessionals.com

**INDEPENDENT AUDITOR’S REPORT**  
**Prepared for Consolidation Purpose**

**From: R Sogani & Associates**

**Date: 27<sup>th</sup> May, 2019**

**Subject: Consolidation of Gravita Metals For the year ended 31<sup>st</sup>March,  
2019**

**To: Deloitte Haskins & Sells, Gurgaon, India**

In accordance with the instructions in your e-mail dated 26<sup>th</sup> February, 2019, we have audited, for purpose of your audit of the consolidated financial statements of Gravita India Limited, the accompanying balance sheet of Gravita Metals as at 31<sup>st</sup> March 2019, the Statement of profit and loss and also the Cash flow statement of the Firm for the year ended on the same date and other reconciliations and information (all collectively referred to as the Fit For Consolidation (FFC) Accounts).

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the accompanying Balance Sheet of Gravita Metals as of 31<sup>st</sup> March, 2019 for the year then ended has been prepared, in all material respects, in accordance with the accounting policies generally accepted in India:

- a) In case of the consolidated Balance Sheet, of the state of affairs of the Firm’s as at March 31<sup>st</sup>,2019;
- b) In case of the consolidated Statement of Profit and Loss, of the Loss for the year ended on that date.
- c) In case of the consolidated Cash Flow Statement, for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) Issued by ICAI. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





### **Responsibilities of Management and those charged with governance for the FFC Accounts**

Management is responsible for the preparation and presentation of this FFC Accounts in accordance with accounting policies generally accepted in India. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the FFC Accounts that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. This FFC Accounts has been prepared solely to enable Gravita India Limited to prepare its consolidated financial information.

### **Auditor's Responsibilities**

Our responsibility is to express an opinion on this FFC Accounts based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards on Auditing require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the FFC Accounts is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the FFC Accounts. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the FFC Accounts, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Firm's preparation and presentation of the FFC Accounts in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Firm's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, made by management, as well as evaluating the overall presentation of the FFC Accounts.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Restriction to use and Distribution**

These FFC accounts have been prepared for the purpose of providing information to **Gravita India Limited** to enable it to prepare the consolidated financial statement of the group, as a result these FFC accounts are not the complete set of financial statement of Gravita Metals in accordance with the accounting principles generally accepted in India and is not Intended to give a true and fair view of financial position

Hyperlink





**R Sogani & Associates**  
Chartered Accountants

"Shree Dham"

R-20, YudhishterMarg, 'C'-Scheme, Jaipur - 302005

Tel: 2222734, 2220735, 2220736

E-mail: [rsa@soganiprofessionals.com](mailto:rsa@soganiprofessionals.com)

Website: [www.soganiprofessionals.com](http://www.soganiprofessionals.com)

of Gravita Metals as on 31<sup>st</sup> March, 2019 and of its financial performance, in accordance with the accounting principles generally accepted in India. The financial information may, therefore, not be suitable for another purpose.

**For R Sogani & Associates**  
**Chartered Accountants**  
**FRN: 018755C**

(Bharat Sonkhiya)  
Partner

Membership No: 403023



Place : Jaipur

Date : 27<sup>th</sup> May, 2019



Particulars	Note	As at Mar 31, 2019	As at March 31, 2018
<b>I. ASSETS</b>			
<b>1 Non - current assets</b>			
(a) Property, Plant and Equipment	2	125.71	133.96
(b) Capital work-in-progress	3	3.75	-
(c) Financial Assets			
(i) Loans	7	5.63	3.08
(d) Other non current assets	4 (a)	432.43	699.42
		<b>567.52</b>	<b>836.46</b>
<b>2 Current assets</b>			
(a) Inventories	5	30.32	35.48
(b) Financial Assets			
(i) Cash and cash equivalents	6	1.34	0.39
(c) Other current assets	4 (b)	75.81	73.04
		<b>107.47</b>	<b>108.90</b>
<b>Total Assets</b>		<b>674.99</b>	<b>945.36</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Partner's capital	8	660.17	566.98
<b>Total Equity</b>		<b>660.17</b>	<b>566.98</b>
<b>2 Liabilities</b>			
<b>Non - current liabilities</b>			
(a) Provisions	10	0.04	-
		<b>0.04</b>	<b>-</b>
<b>2 Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	12	-	372.50
(ii) Trade payables	13	9.58	5.77
(iii) Other financial liabilities	9	3.89	-
(b) Other current liabilities	11	1.31	0.12
		<b>14.78</b>	<b>378.39</b>
		<b>14.82</b>	<b>378.39</b>
<b>Total Equity and Liabilities</b>		<b>674.99</b>	<b>945.37</b>

See accompanying notes to the financial statements

1 to 24 In the confirmation of the facts

For R Sogani & Associates  
Chartered Accountants  
Firm Reg No :- 018755C

Bharat Sonkhiya  
Partner  
M.NO 403023



Gravita Metals

*(Signature)*

Rajat Agrawal  
(Managing Director of Partner Company Gravita India Limited  
and Director of Gravita Infotech Limited)



Place : Jaipur

Date : 27-05-2019

Gravita Metals  
Plot No 52B, Phase I, Industrial Area, Gangyal, Jammu, 180010 (J&K)  
Statement of profit and loss for the period ended Mar 31, 2019

(Rs In lacs)

Particulars	Note	For the period ended Mar 31, 2019	For the year ended March 31, 2018
I Revenue from operations	14	116.14	-
II Other income	15	4.61	9.88
III <b>Total income (I + II)</b>		<b>120.75</b>	<b>9.88</b>
IV <b>Expenses:</b>			
(a) Cost of materials consumed	16	48.97	-
(b) Purchases of Stock-in-trade	17	59.38	-
(c) Changes in inventories of finished goods, Stock-in-trade and work-in-progress	18	(4.81)	-
(d) Employee benefits expense	19	11.58	-
(e) Finance costs	20	30.54	16.54
(f) Depreciation and amortisation expense	21	15.93	41.47
(g) Other expenses	22	18.40	11.47
<b>Total expenses (IV)</b>		<b>179.99</b>	<b>69.48</b>
V <b>Profit before tax</b>		(59.24)	(59.60)
VI <b>Tax expense:</b>			
(a) Current tax		-	-
VII <b>Profit for the year</b>		<b>(59.24)</b>	<b>(59.60)</b>

See accompanying notes to the financial statements  
As per our report of even date

1 to 24

For R Sogani & Associates  
Chartered Accountants  
Firm Reg No :- 018755C

Bharat Sonkhiya  
Partner  
M.NO 403023



In the confirmation of the facts  
Gravita Metals

Rajat Agrawal  
(Managing Director of Partner Company Gravita India Limited  
and Director of Gravita Infotech Limited)

Place : Jaipur  
Date : 27-05-19



(Rs In lacs)

Particulars	For the year ended Mar 31, 2019		For the year ended March 31, 2018	
<b>A. Cash flow from operating activities</b>				
Profit before extraordinary items and tax		(59.24)		(59.60)
Adjustments for :				
Depreciation and amortisation	15.93		41.47	
Loss/(Profit) on sale of fixed assets	-		2.75	
Finance Cost	30.54		16.54	
Interest income on loans and advances and others	-		(9.73)	
		46.47		51.03
<b>Operating profit before working capital changes</b>		(12.77)		(8.58)
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	5.16		2.90	
Other non-current assets	266.99		65.65	
Long-term loans and advances	(2.55)		-	
Other current assets	(2.77)		168.26	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	3.81		1.71	
Other current financial liabilities	3.89			
Other current liabilities	1.19		0.12	
Long term and Short term Provisions	0.04		(0.24)	
		275.76		238.41
<b>Cash generated from operations</b>		262.99		229.83
Income taxes paid				
<b>Net cash flow (used) / from operating activities (A)</b>		262.99		229.83
<b>B. Cash flow from investing activities</b>				
Proceeds from sale of fixed assets	(11.43)		(2.90)	
Interest income			9.73	
<b>Net cash flow from / (used in) investing activities (B)</b>		(11.43)		6.83
<b>C. Cash flow from financing activities</b>				
Proceeds from Changes in Capital	152.43		(593.73)	
Proceeds from long-term & Short term borrowings (net)	(372.50)		372.50	
Movment in share application money			(16.54)	
Finance cost	(30.54)		-	
<b>Net cash flow from / (used in) financing activities (C)</b>		(250.61)		(237.77)
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		0.95		(1.11)
Cash and cash equivalents at the beginning of the year		0.39		1.50
<b>Cash and cash equivalents at the end of the year</b>		1.34		0.39

See accompanying notes to the financial statements 1 to 24

As per our report of even date

For R Sogani & Associates

Chartered Accountants

Firm Reg No :- 018755C

Bharat Sonkhiya

Partner

M.NO 403023



In the confirmation of the facts

Gravita Metals

Rajat Agrawal

(Managing Director of Partner Company Gravita India Limited and Director of Gravita Infotech Limited)



Place : Jaipur

Date : 27-05-19



Notes forming part of the financial statements

**Note 1 - General information and Significant Accounting Policies**

**Note 1.1 - General information**

Gravita Metals is a Partnership Firm incorporated in India, having registered office at Gangyal of Jammu Kashmir State and having principal place of business in Gangyal itself.

Their business operations currently encompass in Lead processing. The Firm carries out smelting of lead battery scrap / Lead concentrate to produce secondary Lead metal, which is further transformed into Pure Lead, Specific Lead Alloys.

**Note 1.2 - Statement of compliance**

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 ("The Act") and other relevant provisions of the Act, as applicable.

**Note 1.3 - Significant Accounting Policies**

**I. Basis of preparation and presentation**

The financial statements have been prepared on accrual basis under the historical cost basis and generally as per requirement of Jammu & Kashmir Partnership Act 1966. The accounting policies not specifically mentioned are consistent with generally accepted accounting principles except for certain financial instruments which

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the firm takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 or value in use in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;  
Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and  
Level 3 inputs are unobservable inputs for the asset or liability.

**II. Revenue recognition**

Effective April 1, 2018, the Company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognised. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The Company has adopted Ind AS 115 using the cumulative effect method. The effect of initially applying this standard is recognised at the date of initial application (i.e. April 1, 2018). The impact of the adoption of the standard on the financial statements of the Company is insignificant.

Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

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

**III. Property, Plant and Equipment**

- i. Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. For this purpose, cost includes deemed cost which represents the carrying value of property, plant and equipment recognised as at 1st April, 2017 measured as per the previous GAAP. Cost is inclusive of inward freight, non refundable duties and taxes and incidental expenses related to acquisition or construction. All upgradation / enhancements are charged off as revenue expenditure unless they bring similar significant additional benefits. An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss. Depreciation of these assets commences when the assets are ready for their intended use which is generally on commissioning. Items of property, plant and equipment are depreciated in a manner that amortizes the cost (or other amount substituted for cost) of the assets after commissioning, less its residual value, over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Freehold Land is not depreciated.

**IV. A. Depreciation / amortisation**

- i. The firm is following the straight line method of depreciation in respect of Property,
- ii. Depreciation on all tangible assets is provided over their useful lives as specified in Schedule II of the Companies Act, 2013 on a straight line basis. Freehold Land is not depreciated.
- iii. Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.
- iv. Intangible assets, comprising of development expenditure on technical know how and commercial rights are amortised on a straight line method over a period of 5 years.
- v. Goodwill arising on acquisition of business is carried at cost as established at the date of acquisition of the business, less accumulated amortisation and impairment. For the purpose of impairment testing, Goodwill is allocated to each of the Group's cash generating units that is expected to benefit from the synergies of the

**B. Impairment**

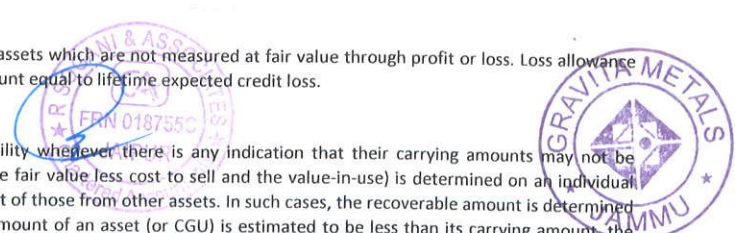
**(i). Financial assets**

The Firm recognizes loss allowances using the expected credit loss for the financial assets which are not measured at fair value through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime expected credit loss.

**(ii). Non - financial assets**

**Tangible and intangible assets**

Property, plant and equipment and intangible assets are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit or loss. The Company





**VI. Foreign Currency Transactions**

Transactions in foreign currency are recorded on initial recognition at the exchange rate prevailing at the time of transaction. Monetary items (i.e. receivables, payables, loans etc.) denominated in foreign currency are reported using the closing exchange rate on each balance sheet date. The exchange differences arising on the settlement of monetary items or on reporting these items at rates different from rates at which these were initially recorded / reported in previous financial statements are recognised as income / expense in the period in which they arise.

**V. Financial Instruments**

**Initial recognition**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.

**Subsequent measurement**

**Non derivative financial instruments**

**(i) Financial assets carried at amortised cost :** A financial asset is subsequently measured at amortised cost if it is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**(ii) Financial assets carried at fair value through other comprehensive income (FVTOCI):** A financial asset is subsequently measured at FVTOCI if it is held not only for collection of cash flows arising from payments of principal and interest but also from the sale of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in other comprehensive income.

**(iv) Financial assets carried at fair value through profit or loss (FVTPL):** A financial asset which is not classified in any of the above categories are subsequently measured at fair value through profit or loss.

**(v) Financial liabilities :** Financial liabilities are subsequently measured at amortized cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**VI Inventories**

Finished goods and Stock-in-trade are valued at lower of cost (moving weighted average basis) and net realisable value after providing for obsolescence and other losses, where considered necessary.

The bases of determining costs for various categories of inventories are as follows:-

- Raw material and components - Weighted average
- Work in progress and finished goods - Material cost plus appropriate share of labour and other overheads including excise duty on finished goods

**VII Leases**

Lease payments under operating leases are recognised as an expense in the statement of profit and loss on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern of the firm's benefit. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

Financial lease transactions entered are considered as financial arrangements and the leased assets are capitalised on an amount equal to the present value of future lease payments and corresponding amount is recognised as a liability. The lease payments made are apportioned between finance charge and reduction of outstanding liability in relation to leased asset.

**VIII Use of estimates and judgement**

The preparation of the financial statements in conformity with recognition and measurement principles of Ind AS requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. The following are the key assumptions concerning the future, and other sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities in future are:

(i) Useful lives and residual value of property, plant and equipment, intangible assets and investment properties : Useful life and residual value are determined by the management based on a technical evaluation considering nature of asset, past experience, estimated usage of the asset, vendor's advice etc and same is reviewed at each financial year end.

(ii) Deferred tax assets : The Company has reviewed the carrying amount of deferred tax assets including MAT credit at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

**IX Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

**X Operating Cycle**

Based on the nature of products / activities of the firm and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the firm determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

See accompanying notes to the financial statements

As per our report of even date

In the confirmation of the facts

For R Sogani & Associates  
Chartered Accountants  
Firm Reg No :- 018755C

Bharat Sonkhiya  
Partner  
M.NO 403023



Gravita Metals

Rajat Agrawal

(Managing Director of Partner Company Gravita India Limited  
and Director of Gravita Infotech Limited)



Place : JAIPUR  
Date : 27-05-19



**Gravita Metals**

Plot No 52B, Phase I, Industrial Area, Gangyal, Jammu, 180010 (J&K)

Notes forming part of the financial statements

**Note 2 - Property, Plant and Equipment**

**As at Mar 31, 2019 and March 31, 2018**

Particulars	(Rs In lacs)					Total
	Buildings	Plant and equipments	Computer and accessories	Furniture and fixtures	Vehicles	
<b>Cost</b>						
<b>As at March 31, 2017</b>	63.82	99.91	0.26	2.47	1.02	167.48
Additions during the year	-	3.30	(0.01)	(0.32)	(0.06)	2.90
Disposals/ Adjustments		(5.39)	(0.02)			(5.40)
Translation difference						-
<b>As at March 31, 2018</b>	63.82	97.82	0.23	2.15	0.96	164.98
Additions during the year		7.68				7.68
<b>As at Mar 31, 2019</b>	<b>63.82</b>	<b>105.50</b>	<b>0.23</b>	<b>2.15</b>	<b>0.96</b>	<b>172.66</b>
<b>Depreciation</b>						
<b>As at March 31, 2017</b>	2.86	9.20	0.04	0.42	0.29	12.81
Charge for the year	2.66	17.82	-	0.31	0.07	20.86
Deletions		(2.66)	-	-	-	(2.66)
<b>As at Mar 31, 2019</b>	<b>5.52</b>	<b>24.36</b>	<b>0.04</b>	<b>0.73</b>	<b>0.36</b>	<b>31.02</b>
Charge for the year	2.66	12.89	-	0.31	0.07	15.93
<b>As at Dec 31, 2018</b>	<b>8.19</b>	<b>37.25</b>	<b>0.04</b>	<b>1.04</b>	<b>0.43</b>	<b>46.95</b>
<b>Net block</b>						
<b>As at Mar 31, 2019</b>	<b>55.64</b>	<b>68.25</b>	<b>0.19</b>	<b>1.11</b>	<b>0.53</b>	<b>125.71</b>
As at March 31, 2018	58.30	73.46	0.19	1.42	0.60	133.96
As at March 31, 2017	60.96	90.70	0.22	2.05	0.74	154.67



Gravita Metals

Plot No 52B, Phase I, Industrial Area, Gangyal, Jammu, 180010 (J&K)

Notes forming part of the financial statements

Note 3 - Capital work-in-progress

(Rs In lacs)

Particulars	As at Mar 31, 2019	As at March 31, 2018
Opening balance of CWIP		
Add: additions made during the year		
Less: Capitalised during the year		
<b>Closing balance as on reporting date</b>	-	-
Capital work-in-progress	3.75	-
<b>Total</b>	<b>3.75</b>	<b>-</b>





## Note 4 - Other assets

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>Unsecured, considered good</b>		
<b>(a) Non Current</b>		
Capital advances	-	14.48
<b>Advances other than capital advances</b>		
Prepaid lease (leasehold land)-non current	6.00	8.10
Others (amount deposited with Government authorities)-non current	426.43	676.84
<b>Total (a)</b>	<b>432.43</b>	<b>699.42</b>
<b>(b) Current</b>		
Advances to vendors	6.29	2.00
Advances to employees	-	0.54
Prepaid lease (leasehold land)	2.11	2.11
Others (amount deposited with Government authorities)	67.41	68.39
<b>Total (b)</b>	<b>75.81</b>	<b>73.04</b>



Notes forming part of the financial statements

**Note 5 - Inventories\***  
(At lower of cost and net realisable value)

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
(a) Raw materials and bought out components	6.74	-
(b) Work-in-progress	5.66	-
(c) Finished goods (other than those acquired for trading)	-	0.85
(e) Stores and spares	7.17	5.59
(f) Consumables	10.75	29.04
	30.32	35.48
Less : Write down of inventory to net realisable value	-	-
	30.32	35.48

**Note 6 - Cash and cash equivalents**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Cash and cash equivalents</b>		
Balances with banks		
-on current accounts	1.12	0.39
Unpaid matured debentures	-	-
Cash on hand	0.22	-
<b>Total (a)</b>	<b>1.34</b>	<b>0.39</b>

**Note 7 - Loans**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<b>(a) Non current, Unsecured, considered good</b>		
(i) Security deposits	5.63	3.08
<b>Total (a)</b>	<b>5.63</b>	<b>3.08</b>





Gravita Metals

Plot No 52B, Phase I, Industrial Area, Gangyal, Jammu, 180010 (J&K)

Notes forming part of the financial statements

Note 8 - Partner's capital

(Rs In lacs)

Particulars	As at Mar 31, 2019	As at March 31, 2018
	Amount	Amount
<b>(a) Fixed Capital</b>		
Gravita India Limited	380.00	380.00
Gravita Infotech Limited	20.00	20.00
<b>(b) Current Capital</b>		
Gravita India Limited	260.01	58.85
Gravita Infotech Limited	0.16	108.13
<b>Total</b>	<b>660.17</b>	<b>566.98</b>



Gravita Metals

Plot No 52B, Phase I, Industrial Area, Gangyal, Jammu, 180010 (J&K)

Notes forming part of the financial statements

Note 9 - Other financial liabilities

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
(a) Non-Current		
- Payable for purchase of fixed assets	3.89	-
	<b>3.89</b>	<b>-</b>

Note 10 - Provisions

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
(a) Long - term		
Provision for employee benefits		
Provision for gratuity (net)	0.03	-
Provision for compensated absences	0.01	-
	<b>0.04</b>	<b>-</b>

Note 11 - Other Liabilities

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
(a) Current		
Advance received from customers	0.42	-
-Statutory remittances*	0.89	0.12
	<b>1.31</b>	<b>0.12</b>

\*Include contribution to TDS, Goods and Service Tax.





Notes forming part of the financial statements

**Note 12 - Current financial liabilities - Borrowings (at amortised cost)**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
<u>Unsecured</u>		
ST borrowing-from Other parties	-	372.50
	-	372.50

**Note 13 - Trade payables**

Particulars	(Rs In lacs)	
	As at Mar 31, 2019	As at March 31, 2018
Outstanding dues to Micro and Small enterprises	-	-
Outstanding dues to parties other than Micro and Small enterprises	9.58	5.77
	9.58	5.77



Notes forming part of the financial statements

**Note 14 - Revenue from operations**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
<b>(a) Sale of products</b>	-	-
Manufactured goods	61.27	-
Traded goods (Machinery)	54.87	-
<b>Total</b>	<b>116.14</b>	<b>-</b>
<b>Revenue from operations</b>	<b>116.14</b>	<b>-</b>

**Note 15 - Other income**

(Rs In lacs)

Particular	For the period ended Mar 31, 2019	For the year ended March 31, 2018
<b>(a) Interest Income</b>		
Interest income earned on financial assets that are not designated as at fair value through profit and loss		
On other financial assets carried at amortised cost	-	9.73
<b>(b) Miscellaneous income</b>	-	0.15
<b>(c) Gain on foreign currency exchange fluctuation (net)</b>	<b>4.61</b>	<b>-</b>
<b>Total</b>	<b>4.61</b>	<b>9.88</b>





Notes forming part of the financial statements

**Note 16 - Cost of material consumed**

Particulars	(Rs In lacs)	
	For the period ended Mar 31, 2019	For the year ended March 31, 2018
Raw materials and bought out components consumed	48.97	-
	<b>48.97</b>	<b>-</b>

**Note 17 - Purchase of stock-in-trade**

Particulars	(Rs In lacs)	
	For the period ended Mar 31, 2019	For the year ended March 31, 2018
Others	59.38	-
	<b>59.38</b>	<b>-</b>

**Note 18 - Changes in inventory of finished goods, work-in-progress and stock-in-trade**

Particulars	(Rs In lacs)	
	For the period ended Mar 31, 2019	For the year ended March 31, 2018
<b>Opening stock</b>		
Finished goods	0.85	0.85
Finished goods	-	0.85
Work-in-progress	5.66	-
<b>Net increase/ (decrease) in inventory of finished goods, work-in-progress and stock-in-trade</b>	<b>(4.81)</b>	<b>-</b>



Notes forming part of the financial statements

**Note 19 - Employee benefits expense**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
(i) Salaries and wages	9.97	-
(ii) Contribution to provident and other funds	0.54	-
(iii) Staff welfare expenses	1.07	-
	<b>11.58</b>	<b>-</b>

**Note 20 - Finance cost**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
(a) Interest costs on - Borrowings	30.54	16.54
	<b>30.54</b>	<b>16.54</b>

**Note 21 - Depreciation and amortisation expense**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
(a) Depreciation of Property, Plant and Equipment	15.93	41.47
	<b>15.93</b>	<b>41.47</b>

**Note 22 - Other expenses**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
Power and fuel	1.14	0.59
Rates and taxes	0.30	-
Legal and professional	2.75	0.00
Repairs and maintenance		
-Plant & machinery	0.66	-
-Buildings	0.53	-
-Others	0.14	-
Freight and forwarding	3.88	-
Travelling and conveyance	0.11	-
Insurance	0.21	0.31
Rent	0.14	2.21
Lease prepayment amortisation	2.10	-
Advertising and sales promotion	0.02	-
Communication	0.15	0.03
Printing and stationery	0.07	-
Payment to auditors	0.12	0.05
Loss on property plant and equipment discarded/scrap/written off	-	2.75
Bank charges	0.06	0.04
Vehicle hire expenses	0.32	-
Vehicle running expenses	0.31	-
Miscellaneous expenses	5.39	5.49
	<b>18.40</b>	<b>11.47</b>

**Note 23 - Payment to Auditor**

(Rs In lacs)

Particulars	For the period ended Mar 31, 2019	For the year ended March 31, 2018
(a) For audit	0.12	0.05
(b) For other services	-	-
	<b>0.12</b>	<b>0.05</b>



Note 24 - Related party disclosures under Accounting Standard Ind-AS - 24 "Related Party Disclosures"

(i) Detail of transaction and balance outstanding with related parties

Transactions with related parties :

(Rs In lacs)

Particulars	For the year ended March 31, 2018	For the year ended March 31, 2017
<b>Sales to related party</b>		
Gravita India Limited	109.38	-
Gravita Metal Inc	2.64	-
<b>Purchase from Related Party</b>		
Gravita Metal Inc	37.44	-
Gravita India Limited	7.43	-

Closing balances with related parties :

(Rs In lacs)

Particulars	As at March 31, 2018	As at March 31, 2017
<b>Capital Balances</b>		
Gravita India Ltd	260.01	58.85
Gravita Infotech Limited	0.16	108.13
<b>Payable to Related party</b>		
Gravita India Ltd		
Gravita Metal Inc	-	-
	-	3.09

See accompanying notes to the financial statements  
As per our report of even date

For R Sogani & Associates  
Chartered Accountants  
Firm Reg No :- 018755C

Bharat Sonkhiya  
Partner  
M.NO 403023



In the confirmation of the facts

Gravita Metals

Rajat Agrawal

(Managing Director of Partner Company Gravita India Limited  
and Director of Gravita Infotech Limited)

Place : Jaipur

Date : 27-05-19

