

ANNUAL REPORT 2023-24

EDAYAR ZINC LIMITED

BOARD OF DIRECTORS

Mr. Abdul Salim Ali Kunju	Director
Mr. Vargis Jacob	Independent Director
Mr. Mohd. Bismith Allingal	Managing Director
Mrs. Shahina Kalla	Independent Director
Mrs. Visalakshi Sridhar	Director

AUDITORS

M/s Udeshi Shukla & Associates, Chartered Accountants,
B220, Pranik Chambers, 2nd Floor, Sakivihar Road, Saki Naka, Andheri East,
Mumbai-400 072 Tel:+9167088200

SECRETARIAL AUDITORS

Aabid & Co., Company Secretaries,
302, 22-Business Point,
SV Road, Opp Andheri Sub-Way, Next to DCB Bank, Andheri (West), Mumbai - 400 058.
Mob:+91 9892158830

BANKERS

Punjab National Bank Punjab & Sind Bank

REGISTERED OFFICE

37/2, Chinar Park, New Town, Rajarhat Main Road,
P.O. Hatiara, Kolkata - 700157. Tel: +91 08100326795
Fax: +91 033-40088802
[Email: greenpanelllp@gmail.com](mailto:greenpanelllp@gmail.com)
CIN: U74110WB2000PLC091214

CORPORATE OFFICE

Mercantile Chambers 12, J.N. Heredia Marg,
Ballard Estate, Mumbai - 400 001.
Tel: 022- 41263000
Fax: 022-22634960
[Email: greenpanelllp@gmail.com](mailto:greenpanelllp@gmail.com)

PLANT LOCATION

Binanipuram, Ernakulam, Kerala - 683 502

REGISTRAR & SHARE TRANSFER AGENTS

M/s. Link Intime India Private Limited 247 Park, C-101, L.B.S. Marg,
Vikhroli (W), Mumbai-400 083. Tel: 022 - 49186000
Fax: 022-49186060
Email: mumbai@linkintime.co.in rnt.helpdesk@linkintime.co.in

SUBSIDIARY

R. B. G. Minerals Industries Limited 22 Shubham Enclave, Parivahan

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EDAYAR ZINC LIMITED**(Formerly Binani Zinc Ltd)****CIN U27204WB2000PLC091214****Registered Office: 37/2 Chinar Park, New Town, Rajarhat Main Road, P O
Hatiara Kolkata 700157****website: www.edayarzinc.in; Tel: 08100326795 Fax: 033 – 40088802 Email –
greenpanellp@gmail.com****NOTICE OF ANNUAL GENERAL MEETING**

NOTICE is hereby given that the 24th Annual General Meeting of the Members of **EDAYAR ZINC LIMITED (Formerly known as Binani Zinc Ltd)** will be held through Video Conferencing/ Other Audio Visual Means (OAVM) on 30th September, 2024 (Monday) at 12.00 Noon in accordance with the applicable provisions of the Companies Act, 2013 read with MCA General Circular No. 20/2020, 14/2020 and 17/2020 dated 5th May, 2020, 8th April, 2020, 13th April, 2020 and 13th January 2021 and 2/2022 dated May 5, 2022 respectively, to transact the following businesses.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Standalone and Consolidated audited Financial Statements of the Company for the Year ended 31st March, 2024 including the Audited Balance Sheet as at 31st March, 2024, together with reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Ms. Visalakshi Sridhar (DIN – 07325198), who retires by rotation and being eligible, offers herself for reappointment.

For and on behalf of the Board of**Abdul Salim Ali Kunju**Director
DIN: 08279794**Mohd. Bismith Allingal**Managing Director and CFO
DIN: 08227170Place: Mumbai
Date: September 04, 2024

NOTES:

1. The relevant details, pursuant to Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India, in respect of Directors seeking re-appointment at this AGM are annexed.
2. Pursuant to General Circulars No. 14/2020 dated April 8, 2020; No. 17/2020 dated April 13, 2020; No. 20/2020 dated May 5, 2020; No. 22/2020 dated June 15, 2020; No. 33/2020 dated September 28, 2020; No. 39/2020 dated December 31, 2020; No. 02/2021 dated January 13, 2021; No.10/2021 dated June 23, 2021; No.20/2021 dated December 8, 2021; No.02/2022 dated May 05, 2022 and No.10/2022 dated December 28, 2022 issued by the Ministry of Corporate Affairs (hereinafter referred to as "MCA Circulars"), and Circular Nos. SEBI/HO/CFD/CMD1/ CIR/P/2020/79 dated May 12, 2020; SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021; SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 and SEBI/ HO/CFD/PoD-2/P/CIR/2023/4 dated January 05, 2023, issued by the Securities and Exchange Board of India (collectively referred to as 'the Circulars'); companies are permitted to hold the AGM through VC/ OAVM, without the physical presence of the members at a common venue. Accordingly, the 23rd AGM of the Company will be convened through VC/OAVM in compliance with the provisions of the Companies Act, 2013 and Rules made thereunder, Listing Regulations read with the aforesaid Circulars. The deemed venue for the 23rd AGM shall be the Registered Office of the Company i.e. 37/2 Chinar Park, New Town Rajarhat Main Road, P.O Hatira Kolkata-700 157.
3. In accordance with the applicable Circulars, the Company is providing VC/OAVM to its Members to attend the 23rd AGM. The facility for attending the AGM virtually will be made available for 1000 members on a first-come-first serve basis. However, please note that pursuant to the applicable Circulars, large shareholders (i.e., shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee, auditors, etc. may be allowed to attend the Meeting without restriction on account of first-come first-served principle.
4. The VC/OAVM facility for members to join the Meeting shall be kept open 30 minutes before the start of the AGM and shall be closed on expiry of 30 minutes after the conclusion of the AGM. Members can attend the AGM through VC/OAVM by following the instructions mentioned in this Notice.

5. The facility for appointment of proxies by members is not available as the AGM will be held through VC/OAVM and physical attendance of the members is dispensed with pursuant to the aforesaid Circulars. Hence, the route map, proxy form and attendance slip are not annexed to this Notice.
6. Institutional/Corporate members whose authorized representatives are intending to attend the meeting are requested to send to the Company at greenpanellp@gmail.com, a certified copy of the board resolution / Power of Attorney/Authority Letter, etc. authorizing such representative to attend the AGM through VC/OAVM, and cast their votes through e-voting.
7. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
8. The statutory registers including the Register of Directors and Key Managerial Personnel and their Shareholding, the Register of Contracts or Arrangements in which Directors are interested, maintained under the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode. Members who wish to inspect the register are requested to write to the Company by sending e-mail to greenpanellp@gmail.com.
9. In accordance with the aforesaid Circulars, the Notice of the 24th AGM along with the Annual Report for the financial year ended March 31, 2024 is being sent only through electronic mode to those members who have registered their e-mail addresses with the Company/ Depository Participants. Members may note that the Notice of the 24th AGM and the Annual Report are also available on the Company's website: www.edayarzinc.in. The Notice of AGM and Annual Report will also be available on website of LINKINTIME (<https://instavote.linkintime.co.in>) .
10. In accordance with the aforesaid Circulars, no physical copy of the Notice of the 24th AGM and the Annual Report for the financial year ended March 31, 2024 is being sent to members who have not registered their e-mail addresses with the company/depository participants. Digital copy of the Annual Report has been sent to those members whose e-mail addresses are registered with the Company/ Depository Participants.
11. In accordance with the Circulars, members who have not registered their e-mail address may register their e-mail address with their Depository Participant or send their consent at greenpanellp@gmail.com or rnt.helpdesk@

linkintime.co.in along with their Folio No./DP ID Client ID and valid e-mail address for registration.

12. Pursuant to Section 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended from time to time, Regulation 44 of the Listing Regulations and the aforesaid Circulars, the Company is pleased to offer voting by electronic means to the members to cast their votes electronically on all resolutions set forth in this Notice. The detailed instructions for e-voting and attending the AGM through VC/OAVM are given as a separate attachment to this Notice.
13. Members, desiring any information relating to the financials from the Management or the Statutory Auditors, are requested to write to the Company at greenpanellp@gmail.com at an early date.
14. Members are requested to intimate immediately, any change in their address to their Depository Participants with whom they are maintaining their Demat accounts. If the shares are held in physical form, change in address has to be intimated to the Company's Registrar and Transfer Agent (RTA), Link Intime India Private Limited, C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli (West), Mumbai – 400 083, Maharashtra, India. Tel : +91-22-4918 6000, Fax: +91-22-4918 6060, e-mail ID: rnt.helpdesk@linkintime.co.in
15. SEBI has mandated the submission of permanent account number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their depository participants with whom they are maintaining their Demat accounts. Members holding shares in physical form should submit their PAN to the Company or its RTA.
16. SEBI vide its Circular dated November 3, 2021 has mandated registration of PAN, KYC details and Nomination, by holders of physical securities. Members holding shares in physical form are requested to submit their PAN, KYC details and Nomination details by sending Form ISR-1 and/ or related documents mentioned therein to the RTA. In terms of the said Circulars, the folios wherein any of the above document(s)/details are not available on or after October 1, 2023, shall be frozen by the RTA. The security holder(s) whose folio(s) have been frozen shall be eligible to lodge grievance or avail any service request from the RTA only after furnishing the complete documents/ details, as above. Further, any payment including dividend, interest or redemption payment in respect of such frozen folios, shall be only through electronic mode with effect from April 1, 2024. As per the said Circulars, the frozen folios are required to be referred by the RTA/ Company to the administering authority under the Benami

Transactions (Prohibitions) Act, 1988 and/or Prevention of Money Laundering Act, 2002, if they continue to remain frozen as on December 31, 2025. Further, the physical shareholders are requested to ensure that their PAN is linked to Aadhaar, if not already done, to avoid freezing of folio.

17. Regulation 40 of the Listing Regulations, as amended, mandates that transfer, transmission and transposition of securities of listed companies held in physical form shall be affected only in demat mode. Further, SEBI, vide its Circular dated January 25, 2022, has clarified that listed companies, with immediate effect shall issue the securities only in demat mode while processing investor service requests pertaining to the issuance of duplicate shares, exchange of shares, endorsement, sub-division/ consolidation of share certificates, etc. In view of this and as also to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to demat mode.
18. Since the AGM will be held through VC/ OAVM pursuant to the Circulars, the proxy form, attendance slip and route map are not annexed to this Notice.
19. The Consolidated Annual Report including the Notice of the AGM for the FY 2023-24 is being sent to all the Members whose e-mail addresses are registered with the Company / Depository Participants (DPs) unless any Member has requested for a physical copy of the same. The Company shall send physical copy of the consolidated annual report to those members who request the same at greenpanellp@gmail.com mentioning the folio No. /DP ID and Client ID.
20. The Notice convening the 24th AGM has been uploaded on the website of the Company at www.edayarzinc.in. The AGM Notice is also available on the website of Link Intime India Private Limited at www.linkintimeindia.com.
21. Book Closure: The Register of Members and the Share Transfer Books of the Company will be closed from Sunday, 22nd September, 2024 to Sunday, 29th September, 2024; (both days inclusive) for financial year ended March 31, 2024.
22. In terms of the aforesaid Circulars, the businesses set out in the Notice will be transacted by the members only through remote e-voting or through the e-voting system provided during the meeting while participating through VC facility. Members attending the meeting through VC/OAVM shall be counted for the purpose of determining the quorum under Section 103 of the Act.

23. In accordance with the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and amendments thereto, the Company has engaged the services of Link Intime India Private Limited to provide the facility of voting through electronic means to the members to enable them to cast their votes electronically in respect of all the businesses to be transacted at the aforesaid Meeting.
24. The remote e-voting period commences on Friday, 27th September, 2024 (9:00 a.m. IST) and ends on Sunday, 29th September, 2024 (5:00 p.m. IST). During this period, Members holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Friday, 20th September, 2024, may cast their vote electronically. The e-voting module shall be disabled by M/s. Link Intime India Private Limited for voting thereafter. Those Members, who will be present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM. However, members who have already cast their votes by remote e-voting may attend the Meeting through VC but will not be entitled to cast their votes once again at the AGM.
25. The Board of Directors has appointed Mr. Mohammad Aabid, Membership No.F6579 Certificate of Practice No. 6625 M/s Aabid & Co., Practicing Company Secretary as the Scrutinizer for the purpose of scrutinizing the remote e- voting and e- voting system provide in the Meeting in a fair and transparent manner.
26. The Company shall be providing the facility of voting through E-mail which shall be sent to the designated e- mail id of the Scrutinizer aabid@aacs.in with a copy marked to rnt.helpdesk@linkintime. co.in, to those members who do not cast their vote through remote e- voting.
27. Voting rights of the members (for voting through remote e-voting or e-voting system provided in the Meeting itself shall be in proportion to shares of the paid-up equity share capital of the Company as on the cut-off date i.e. 20th September, 2024. A person, whose name is recorded in the Register of Members or in the Register of Beneficial owners (as at the end of the business hours) maintained by the depositories as on the cut- off date shall only be entitled to avail the facility of remote e-voting or e- voting system provide in the Meeting.
28. Instructions for Shareholders / Members to vote during the Annual General Meeting through InstaMeet

Process and manner for attending the Annual General Meeting through Insta Meet:-

Open the internet browser and launch the URL: <https://instameet.linkintime.co.in> & Click on “Login”.

Select the “**Company**” and ‘**Event Date**’ and register with your following details: -

A. Demat Account No. or Folio No: Enter your 16 digit Demat Account No. or Folio No

- Shareholders/ members holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID
- Shareholders/ members holding shares in **NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID**
- Shareholders/ members holding shares in **physical form shall provide Folio Number** registered with the Company

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email id, as recorded with your DP/Company.

▶ Click “Go to Meeting” (You are now registered for Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:

Instructions for Shareholders / Members to speak during the Annual General Meeting through InstaMeet:-

- A. Shareholders who would like to speak during the meeting must register their request with the company.
- B. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
- C. Shareholders will receive “speaking serial number” once they mark attendance for the meeting.
- D. Other shareholder may ask questions to the panellist, via active chat-board during the meeting.
- E. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.

Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:

Once the electronic voting is activated by the scrutinizer during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting “Cast your vote”
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on ‘Submit’.
3. After successful login, you will see “Resolution Description” and against the same the option “Favour/ against” for voting.
4. Cast your vote by selecting appropriate option i.e. “Favour/ against” as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under ‘Favour/Against’.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on “Save”. A confirmation box will be displayed. If you wish to confirm your vote, click on “Confirm”, else to change your vote, click on “Back” and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to instameet@linkintime.co.in or contact on: - Tel: 022-49186175.

30. The Notice for this Meeting along with requisite documents and the Annual Report for the financial year ended 2023-24 shall also be available on the website www.edayarzinc.in and also available on the website of www.linkintime.co.in
31. The results of remote e-voting and e-voting system provided in the Meeting shall be aggregated and declared on or after the Meeting of the Company by the Chairman or by any other person duly authorised in this regard.
- The results declared along with the report of the scrutinizer shall be placed at the website of Link Intime India Private Limited immediately after the result is declared by the Chairman.
 - Members are requested to contact the Company's Registrar & Share Transfer Agent, i.e. M/s Link In time India Private Limited for reply to their queries/ redressal of complaints, if any, or contact Nithina on e-mail info.ezl123@gmail.com.
 - The equity shares of the Company are eligible for dematerialization with both depositories NSDL and CDSL. The ISIN of the Company is INE310H01010.
 - Instructions for voting through electronic means (e-voting) & other instructions relating thereto are as under:

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

Remote e-Voting Instructions for shareholders

As per the SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

Login method for Individual shareholders holding securities in demat mode is given below:

1. Individual Shareholders holding securities in demat mode with NSDL

Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.

If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com> Select "Register Online for IDeAS Portal" or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>

Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

2. Individual Shareholders holding securities in demat mode with CDSL
3. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. The option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password.

After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by the company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider i.e. LINKINTIME for casting your vote during the remote e-Voting period. Additionally, there are also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.

If the user is not registered for Easi/Easiest, the option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.

Alternatively, the user can directly access the e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, the user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

4. Individual Shareholders (holding securities in demat mode) login through their depository participants You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL

Depository site after successful authentication, wherein you can see e-Voting feature. Click on the company name or e-Voting service provider name i.e. LinkIntime and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>

5. Click on “**Sign Up**” under ‘**SHARE HOLDER**’ tab and register with your following details: -

a. User ID:

Shareholders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

- b. **PAN:** Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable).
- c. **DOB/DOI:** Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)
- d. **Bank Account Number:** Enter your Bank Account Number (last four digits), as recorded with your DP/Company.

*Shareholders holding shares in physical form but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above

*Shareholders holding shares in NSDL form, shall provide ‘D’ above

- Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).
- Click “confirm” (Your password is now generated).

e. Click on ‘Login’ under ‘**SHARE HOLDER**’ tab.

f. Enter your User ID, Password and Image Verification (CAPTCHA). Code and click on ‘**Submit**’.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select '**View**' icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option '**Favour / Against**' (If you wish to view the entire Resolution details, click on the '**View Resolution**' file link).
4. After selecting the desired option i.e. Favour / Against, click on '**Submit**'. A confirmation box will be displayed. If you wish to confirm your vote, click on '**Yes**', else to change your vote, click on 'No' and accordingly modify your vote.

Guidelines for Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL

Login Type	Helpdesk Details
Individual shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000

Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
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Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the “Forgot Password” option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- Click on ‘Login’ under ‘SHARE HOLDER’ tab and further Click ‘forgot password?’
- Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on “SUBMIT”.

In case shareholders is having valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/ her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company.

Individual Shareholders holding securities inn demant mode with NSDL/CDSL has forgotten the password.

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participant’s website

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular “Event”.

For and on behalf of the Board of

Abdul Salim Ali Kunju

Director
DIN: 08279794

Mohd. Bismith Allingal

Managing Director and CFO
DIN: 08227170

Place: Mumbai

Date: September 04, 2024

A brief profile of Directors proposed to be appointed/reappointed

Name of the Director	Visalakshi Sridhar DIN 07325198
Date of Birth	12.04.1966
Qualification and Expertise in Specific Functional Areas	B.com, ACS, AICWA Finance Accounts, Taxation & Secretarial Compliance
Date of first appointment on the Board	08.04.2019
Shareholding in the Company	Nil
Relationship with other Directors or with KMP	Nil
Number of meetings attended during 2023-24	Board Meeting -1 Stakeholders Relationship Committee -1
Other Directorships	Brisk Technovision Limited R.B.G. Minerals Industries Limited Remsons Industries Limited Partner in Green Panel Investment LLP
Membership/Chairmanship of Committees of other Boards	Audit Committee – Chairman in Remsons Industries Limited Member in Brisk technovision Limited NRC – Member in Remsons Industries Limited Chairperson in Brisk technovision Limited SRC – Chairperson in Remsons Industries Limited

Note: Royalvision Infratech Private Limited (U45201OR2014PTC018169) and Royalvision Concrete Private Limited (U45208)R2014PTC018178) have been struck off in the year 2015-16.

DIRECTORS' REPORT

Dear Members,

Your Directors present the Twenty Fourth Annual Report along with Audited Financial Statements for the financial year ended 31st March, 2024.

1. Financial Performance (Rs. in Lacs) (Figures have been rounded off)

All figures Rs. In Lakhs	Year ended 31/03/2024	Year ended 31/03/2023
Total Revenue	0.11	0.04
(Loss)before Interest, Depreciation and Tax	(1635.63)	(32.76)
Interest and finance charges	-	-
Provision for Depreciation	6.28	5.74
Loss before Tax & Exceptional Items	(1641.91)	(38.50)
Exceptional Items	-	-
Provision for Tax / Tax of earlier years	12.39	-
Loss after Tax	(1654.30)	(38.50)
Other Comprehensive income	-	-
Balance carried forward	(1654.30)	(38.50)

2. Review of Operations

During Financial Year 2023-24 (FY 2024), there has been no operations. During FY 2024 (“the year under review”), total revenue was Rs. 0.11 lakhs (comprising of other income) as against Rs. 0.04 lacs during corresponding previous FY 2023. The Company recorded negative EBIDTA of Rs. 16436 lacs in FY 2024 vis-à-vis negative EBITDA of Rs. 33 lacs in the previous year. The increase in the loss is mainly on account of provision for doubtful debts.

During the year 2023-24, the Company, in line with One Time Settlement (OTS) entered into with the Banks, have dismantled the plant and machinery and sold and paid the sales proceeds towards settlement under the OTS of Rs.17500 lakhs.

The application to the Government of Kerala submitted by M/s. Edayar Zinc for change of activity from zinc smelting to industrial cum logistics hub has been approved. However the approval for permission to sub-lease the land has been received only for vertical development scheme / logistics projects. The proposed activity is "industrial cum logistics park " which also includes industrial activities other than logistics and vertical development, the approval / specific approval is pending from the Government for sublet/ underlet or lease out or create any encumbrance of the land. The Government has also communicated their stand on the matter to the Bank and the Banks are also directly having meeting / communication with the Government. The Company expects waiver of interest on the OTS as the delay is beyond the control of the company. As per the OTS sanction, the payment under the OTS has to be paid out of sale of plant and machinery as scrap and land for which stage-wise permission for sale of the assets will be given by the Banks. Your

Company has received approval for sale of plant and machinery as scrap for Rs.6000 lakhs and your Company has so far paid Rs.9476 lakhs to the Lenders under the OTS. Green Panel Investment LLP which was formed for the purpose of facilitating the settlement with various authorities and obtaining approvals, has so far spent upto Rs.757 lakhs towards the same.

Your Company is expecting a favourable outcome from the Government and other stake holders.

Lenders to the Company took physical possession of the assets for recovery of their dues on 23rd July, 2019 under Section 13(4) of The Securitization and Reconstruction of Financial Assets.

Your company is hopeful that Lenders, Creditors and Authorities will take a measured stand to safeguard interest of all stakeholders.

3. DIVIDEND

In view of loss, no dividend is recommended.

4. DEPOSITS

The Company has not accepted any deposits from the public within the meaning of Section 2(31) and Section 73 of the Companies Act 2013 and Rules framed thereunder. The Company however has filed the Return of Exempted Deposits in Form DPT-3 with the MCA.

5. RESERVES

In view of absence of profit, no amount is proposed to be transferred to Reserves

6. SHARE CAPITAL

The authorized and paid-up Equity Share Capital of the Company as on March 31, 2024 was Rs. 10,000 Lakhs and Rs.9761.81 lakhs respectively. There has been no change in share capital authorized, issued and paid-up during the year FY 2022-23.

During the year 2021-22 the Company issued 300 lakhs shares of Rs.10 each aggregating to Rs. 3000 lakhs to M/s Mina Ventures Private Limited who had exercised their right to convert the loan into equity.

M/s Mina Ventures Private Limited had exercised their right to conversion of loan of Rs.30 crore extended to EZL into equity at par. M/s Mina Ventures Private Limited has also agreed to meet all the liabilities of EZL including the liabilities towards Banks, Employees, Contract Employees and Workers, Statutory both present and future in consideration for immobilization of equity shares of EZL held by the company in terms of voting rights. Going forward Binani Industries Limited and their associates have agreed for reduction of holding to less than 15%.

The shareholding of the EZL stands as below:-

#	Category	No. of shares	% voting
a	Binani Industries Limited	6,07,88,138	19.52%
b	Less :- Immobilized shares	5,18,53,000	Nil
c	Shareholding of Binani Industries Limited (a-b)	89,35,138	19.52%
d	Mina Ventures Private Limited	3,00,00,000	65.55%
e	Public (including BIL Associates holding of 34,21,993 shares)	68,29,944	14.92%
f	Total	9,76,18,082	100%

Upon the settlement of OTS due to the consortium of lender banks and the release of the Corporate Guarantee provided by M/S Binani Industries Ltd., the consolidated shares held by Binani Industries Limited and their associates shall be eventually reduce to 15%. This is as per the agreement between Mina Ventures Private Limited and Binani Industries and their associates.

The Company's Assets have been taken over Sarfaesi and being sold the Company does not have funds to make the payment to the Depositories. The shareholding pattern above is based on the latest available benpos. The shares of the Company are not listed in any of the stock exchanges

7. Particulars of Loans, Guarantees, Investments or Securities under section 186 of the Act.

During the year under review, the Company has not given any Loan, made investments nor provided any fresh guarantee or securities under Section 186 of the Companies Act 2013. During the year 2021- 22, the Guarantee issued for the loan availed by 3B Binani Glass Fibre Sarl got extinguished.

8. Contracts or Arrangements with Related Parties:

All transactions entered into by the Company with Related parties were in the ordinary course of business and at Arm's length basis except that Mr. Mohammed Bismith Allingal the Managing Director of the Company was drawing nil remuneration.

Mr. Mohammed Bismith Allingal was appointed as Managing Director of the Company w.e.f March 16, 2022.

The Audit Committee from time to time reviewed and approved the said transactions. Disclosures as required as per Ind AS- 24 are made in notes to

accounts. The Company has received the entire amounts due from the holding company. With the approval of the shareholders, Green Panel Investment LLP, is supporting the company for meeting the operational requirements and settlement of liabilities. Green Panel Investment LLP has spent about Rs.757 lakhs towards arriving at settlement relating to your Company which is partially funded by Mr. Mohammed Bismith Allingal to the extent of Rs. 253 lakhs. Your Company holds 70% in Green Panel Investment LLP.

During the year 2023-24, the Company has not entered into any fresh material contracts with any of the related parties during the year under review. Form AOC-2 is attached as Annexure B which forms part of this Report.

9. Consolidated Financial Statements

In accordance with the provision of sub section (3) of Section 129 of the Companies Act 2013, the Consolidated Financial Statements of the Company including the financial details of the subsidiaries of the Company forms part of this Annual Report. The Consolidated Financial Statements have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Act.

10. Subsidiary Company

R.B.G. Minerals Industries Limited

Your Company has one subsidiary company viz., R.B.G. Minerals Industries Ltd (RBG). RBG has not yet commenced its business operations. The transfer of Ambaji and Deri mines by the Gujarat and Rajasthan Government is still underway and the company continued to pay dead rent for the Basantgarh mines to M/s Rajasthan State Minerals and Mines Limited till the previous year. Meanwhile, RSMML has prematurely terminated the said mining lease and taken back the possession of the mining lease after forfeiting the deposited performance security of Rs.3.03 lakhs. The new management plans to re-visit the same and have discussions with the Government.

In terms of the proviso to sub section (3) of section 129 of the Act, the salient features of the financial statement of subsidiary are provided in the prescribed form AOC-1, which forms part of the Annual Report.

The Company does not have any Associate Company within the meaning of Section 2(6) of the Act.

The financial statements in respect of RBG will be kept open for inspection by the Members as provided in the Notice of the 24th AGM of the Company. Members, interested in obtaining a copy of the audited annual financial statements of RBG may info.ezl123@gmail.com, who shall provide a copy of the same upon receipt of such request.

RBG had entered into an agreement with Gujarat Mineral Development Corporation and Rajasthan States Mines and Minerals Limited in 2001 whereby the parties would transfer the Ambaji and Deri mines to the Company and the Company would take the Basantgarh mine on lease. The Company took the Basantgarh mine on lease and The viability was established on collective operation of the mines. The Company had purchased land for setting up of the beneficiation plant in Deri and had spent an amount of Rs. 482 lakhs which was shown in pre-operative expenses. Considering the delay the investment in the books of the Company has been provided for write off in the earlier years.

Green Panel Investments LLP is inter alia supporting the Company in settlement of matters relating to the Company. Mr. Mohammed Bismith Allingal has given as deposit Rs. 500 lakhs for settlement of dues of the Company out of which Rs.400 lakhs was given to Triton Trading Company Private Limited which was inturn paid to Punjab National Bank and Rs.100 lakhs to meet the expenses of Green Panel Investment LLP (lying as partners current account).

11. Directors' Responsibility Statements

Pursuant to the provisions of clause (c) of sub section (3) and subsection (5) of Section 134 of the Act, the Board of Directors of the Company hereby state and confirm that:-

(a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

(b) the Directors had selected such accounting policies and applied them consistently and 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 at the end of the financial year 2023-24 and of the profit and loss of the Company for the Financial year ended 31st March, 2024;

(c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(d) the Directors have prepared the annual accounts on a going concern basis;

(e) the Directors have laid down internal financial controls and the same have been followed by the company and that such internal financial controls are adequate and were operating effectively; and

(f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

12. Corporate Social Responsibility

The mandatory provisions of Section 135 of the Act, and Rules made thereunder, with respect to Corporate Social Responsibility, are not applicable to your Company.

13. Board & Committees and their Meetings

During the year under review, the Board of Directors met 6 times on May 18, 2023, August 18, 2023, September 02, 2023, November 27, 2023, January 05, 2024 and March 29, 2024.

The Board has three Committees viz., Audit Committee (AC), Nomination and Remuneration Committee (NRC) and Stakeholders' Relationship Committee (SRC). The attendance of Directors in the Board and Committee meetings during FY 2023 - 24 is given below:

a. Board Meetings

Name of the Director	Number of Board meetings
Mr. Abdul Salim Ali Kunju	6
Mr. Mohammed Bismith Allingal	6
Mr. Vargis Jacob	6
Ms. Shahina Kalla	1
Ms. Visalakshi Sridhar	1

b. Audit Committee

The Audit Committee has been constituted by the Board as per the provisions and terms of reference specified under Section 177 of the Companies Act 2013 and Rules made thereunder. The Audit Committee comprised of the following Members as on 31st March, 2024.

Name of the Director	Position
Mr. Vargis Jacob	Chairman
Mr Abdul Salim Ali Kunju	Member
Mr. Mohd. Bismith Allingal	Member
Ms. Shahina Kalla	Member

The Audit Committee meetings are convened generally once a quarter and also as and when considered necessary. During the year under review, the Audit Committee met 5 times during the year under review on May 18, 2023 August 18, 2023, September 21, 2023, November 21, 2023 and February 20, 2024. There were no

recommendations made by the Audit Committee which were not accepted by the Board.

The attendance of the members of the Audit Committee during the year 2023 - 24 is given below:

Mr Abdul Salim Ali Kunju	5
Mr. Mohd. Bismith Allingal	5
Ms. Shahina Kalla	3
Vargis Jacob	5

c. Stakeholders Relationship Committee

The Stakeholders Relationship Committee has been constituted under the provisions of section 178 of the Companies Act. Presently the Committee comprises of Mr. Vargis Jacob, Chairman, Mr Abdul Salim Ali Kunju, Member, Mr. Mohd. Bismith Allingal, Member, Ms. Shahina K., Member and Ms. Visalakshi Sridhar, Member .

During the year under review seven meeting of the Committee have been held on August 30, 2023, September 11, 2023, September 23, 2023, November 28, 2023, December 01, 2023, 19th January 2023 and 21st January 2024.

All application for issue of Duplicate shares was received and the normal transfers / transmission / replacement were approved by the Stakeholders Relationship Committee. The attendance of the members, at the meetings of the Committee is given below:

Name of the Member	No. of SRC Meetings attended
Mr. Vargis Jacob	6
Mr. Abdul Salim Ali Kunju	1
Mr. Mohd. Bismith Allingal	7
Ms. Shahina Kalla	1
Ms. Visalakshi Sridhar	1

d. Nomination and Remuneration Committee

The Nomination and Remuneration Committee has been constituted as per the provisions of Section 178 of the Companies Act, 2013 and Rules made thereunder. The terms of reference of the Committee inter alia include matters related to appointment of Directors/Key Managerial Personnel/ Senior Management Personnel and their remuneration, evaluation of the performance

of the Directors, formulating criteria to determine the qualification, positive attribute and independence of a director, etc.

The Committee presently comprises as Mr. Vargis Jacob as the Chairman with Mr. Abdul Salim Ali Kunju, Ms. Visalakshi Sridhar and Ms. Shahina Kalla as Members.

There are no employees other than the Company Secretary and Managing Director. During the year under review, the Committee met 1 time on 5th January 2024. The attendance of the members of the Nomination and Remuneration Committee for the Financial Year 2023-24.

Name of the member	No of NRC Meetings attended
Mr. Vargis Jacob	1
Ms. Shahina Kalla	1
Mr. Abdul Salim Alikunju	1
Ms. Visalakshi Sridhar	1

14. Board Evaluation

The annual evaluation of Directors, the Board and also the Committees was conducted without the participation of the Director being evaluated on the basis of certain criteria recommended by the Nomination and Remuneration Committee and adopted by the Board.

Pursuant to the provisions of the Companies Act, 2013, Independent Directors at their meeting without the participation of the Non independent Directors and Management, considered/evaluated the Boards' performance, Performance of the Chairman and other Non-Independent Directors. The Board have undergone a formal review which comprised Board effectiveness survey, 360 degree and review of materials. This resulted in a full Board effectiveness report and Directors' feedback. This is further supported by the Chairman's Annual Director Performance Review. The Board subsequently evaluated its own performance, the working of its Committees (Audit, Nomination and Remuneration and Stakeholders Relationship Committee) and Independent Directors (without participation of the relevant Director). The criteria for performance evaluation have been detailed in the Corporate Governance Report.

15. Directors & KMP Independent Director

The Independent Directors of the Company during the year were

Name	Remarks
------	---------

Mr. Vargis Jacob	Appointed for a period of 5 years till January 02, 2027
Mrs. Shahina Kalla	Appointed for a period of 5 years till 15th March 2027

The meeting of Independent Directors was held on 21st July 2024 as per the terms of requirement of Schedule IV of the Act.

Independent Directors have furnished Declaration of Independence stating that they meet the criteria of Independence as provided under Section 149(6) of the Companies Act, 2013 including any amendment thereof.

Executive Director

Pursuant to the change of control from Binani Industries Limited to Mina Ventures Private Limited, Mr. Mohammed Bismith Allingal was appointed as Managing Director of the Company w.e.f. 16th March 2022

Non-Executive Director

Ms. Visalakshi Sridhar Director of the Company is retiring by rotation and the Board recommends her reappointment as a Director of the Company.

A brief profile of the directors proposed to be re-appointed at the AGM is provided in the Notice of the AGM which forms part of this Annual Report.

Key Managerial Personnel:

Mr. Mohammed Bismith Allingal, Managing Director and Mr. Pravin Prakash Pandye, Company Secretary till 29th July 2023 and Ms. Richa Bhandari Company Secretary w.e.f. January 05, 2024 are the only Key Managerial Personnel of the Company in terms of Section 203 of the Companies Act 2013.

Remuneration to Directors

The Independent and Non-Executive Directors were paid sitting fees for attending the Board and Committee meetings. In the meeting held on 19th January, 2021 the Directors, considering the present situation have agreed for waiver of sitting fees.

Mr. Mohammed Bismith Allingal did not receive any remuneration from the Company during the year under review as per the terms of his appointment.

Nomination and Remuneration

Policy Pursuant to Section 178(4) of the Act, the Board has adopted a Policy on nomination and remuneration of Directors and Key Managerial Personnel and Senior Managerial Personnel of the Company, as recommended by the Nomination and Remuneration Committee. The said Policy is enclosed as Annexure – C and forms part of this Report.

Auditors

M/s Udeshi Shukla & Associates, Chartered Accountants, Mumbai (Firm Registration Number – 114886W) were appointed at the AGM held in the year 2020 for a term of five years till the conclusion of the AGM to be held in the year 2025.

The Audit Committee at its meeting held on September 02, 2024 has reviewed the performance and independence of Statutory Auditors. M/s Udeshi Shukla & Associates have submitted their declaration of independence along with a confirmation that they continue to be eligible in terms of Section 139 read with Section 141 of the Companies Act, 2013.

18. Auditors' Observations

The Auditors, in their report have made observations under the head “Key Audit Matters” with respect to

Note No. 44 and 46 of the financial statements stating that the consortium of banks have sanctioned one time settlement for Rs 17500 lakhs and as per OTS terms the mortgaged assets will be sold and the proceeds will be utilized for payment towards OTS. This event will lead to disposal of substantial assets of the company which may affect the going concern concept of the company. The zinc plant being a chemical plant was shut in 2014 and since there has been no operation, the assets got rusted and it was unviable to restart. The Bankers had also taken possession of the assets under Sarfesi and had auctioned the plant and machinery and Land. The sale of plant and machinery as scrap and land is being effected in terms of the OTS sanction.

EZL is in possession of the land assigned by the Government of Kerala in 1964 under Rules of Assignment of Govt. Land in Development area for the Industrial Purpose. The land assigned shall be used only for the purpose of for erection pf zinc smelter, acid plants and any other types of Plants, shops, warehouses, structures, residential buildings and other buildings of all kinds for their purpose and their successors and assigns. The control and stake of the Government of Kerala on the land is still in force.

As per the assignment order, the inheritor also has to carry on the same business or in case of utilizing land for a different purpose within the scope of industrial act the Company has to mandatorily obtain prior approval for change of activity from the Department of Industries, Govt. of Kerala.

An application to the Government of Kerala submitted by M/s. Edayar Zinc for change of activity from zinc smelting to industrial cum logistics hub.

The application to the Government of Kerala submitted by M/s. Edayar Zinc for change of activity from zinc smelting to industrial cum logistics hub has been approved. However the approval for permission to sub-lease the land has been received only for vertical development scheme / logistics projects.

The proposed activity is "industrial cum logistics park " which also includes industrial activities other than logistics and vertical development, the approval / specific approval is pending from the Government for sublet/ underlet or lease out or create any encumbrance of the land.

The Government has also communicated their stand on the matter to the Bank and the Banks are also directly having meeting / communication with the Government. The Company expects waiver of interest on the OTS as the delay is beyond the control of the company.

As per the OTS sanction, the payment under the OTS has to be paid out of sale of plant and machinery as scrap and land for which stage-wise permission for sale of the assets will be given by the Banks. Your Company has received approval for sale of plant and machinery as scrap for Rs.6000 lakhs and your Company has so far paid Rs.9476 lakhs to the Lenders under the OTS. Green Panel Investment LLP which was formed for the purpose of facilitating the settlement with various authorities and obtaining approvals, has so far spent upto Rs.757 lakhs towards the same.

The Bankers are also in direct discussion with the Government of Kerala and we expect a favourable approval soon so that the plan to set up an Industrial and Logistics Hub can be implemented.

b. Note No.45 of the financial statements stating that in the opinion of the management, there is no impairment in the value of the fixed assets to be recognized in the accounts at this stage, within the meaning of Indian Accounting Standard (Ind AS) 36– Impairment of Assets, notified by the Companies Accounting Standards Rules 2006, which is however dependent on various uncertainties over its ability to continue as a going concern, as stated therein. The Plant and Machinery and Fixed Assets of the Company are being sold on as is where is basis as per the terms of the sanctioned OTS.

c. We draw attention to the fact that the net worth of the company has been fully eroded and this indicates the existence of a material uncertainty that cast significant doubt about the Company's ability to continue as a going concern.

d. M/s Finefab Engineering and Constructions entered into a contract with M/s Edayar Zinc Ltd. for the removal of plant and machinery, pursuant to the No Objection Certificate (NOC) issued by the Banking Consortium. To date, the

Banking Consortium has issued NOCs for materials totaling INR 6000 lakhs and accordingly, M/s Finefab Engineering and Constructions has removed the permissible plant and machinery against the NOC released by the Bank. As a result, the original contract between M/s Finefab Engineering and Constructions and M/s Edayar Zinc Ltd. stands closed. There is no due receivable from M/s Finefab Engineering and Construction.

The Balance of Rs.4632.18 lakhs receivable from M/s Finefab Engineering and Constructions has been settled against the loan received from Green Panel LLP of Rs. 1223.11 vide confirmation letters dated 21/11/2023 which have been duly recorded and approved in the minutes of the Board of Directors held on 21st November, 2023 and the minutes of the audit committee meetings held on 21st November, 2023.

The Consortium of Banks have approved for sale of plant and machinery and inventory as scrap for Rs.6,000 lakhs. The entries have been passed as per the instruction of the Board of Directors of the Company.

e. The balance with statutory authorities and input credit of INR 2213.0 lakhs; the matter is being considered by CESTAT, Bangalore and the matter is under sub judice.

f. The fresh assessment of the carrying balance of the assets held for the sale of INR 1178.00 lakhs is based on the assessment by the banks. As the approval is not being received for the sale, the provision for impairment for the value will be done at the time of actual sale.

g. The provision for doubtful recovery of advance given to the wholly owned subsidiary was done in the previous year.

As explained above, we expect a favourable position in the matter soon.

19. Secretarial Auditors

Pursuant to provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company had engaged M/s Aabid & Co, Practising Company Secretary, Mumbai, to conduct the secretarial audit in the Company for the financial year 2023-24.

The Secretarial Audit Report (In Form MR-3) is attached as Annexure - D to this Report.

20. Cost Auditors

As the turnover of the Company is less than the threshold limit as per Section 148 of the Companies Act 2013 read along with the said rules, there was no requirement for appointment of Cost Auditor for the financial year 2023-24.

21. Internal Financial Controls

In view of the suspension of business operation and constraint of resources, the processes and procedures are curtailed to ensure minimal administrative expenses. The Company adopted policies and procedures to extent required to ensure safeguarding of its assets, prevention of frauds, completeness of accounting records and timely preparation of reliable financial information. The internal financial controls are reviewed periodically and its weakness found, if any, is reported to Audit Committee from time to time.

22. Internal Audit and Risk Management

The Company had carried out a risk assessment exercise, which was facilitated by a well-known Consultants when certain risks were identified for the Company. A mitigation plan was also drawn up. The Audit Committee reviews risks from time to time and instructs the mitigation steps, if any, required to eliminate/minimize the risk/s on on-going basis. The Audit Committee has additional oversight in the areas of financial risks and controls.

As per section 138 and other applicable rules (including any statutory modification) of the Companies Act 2013 the Company has appointed M/s Ayaz Parekh & Associates Chartered Accountants as Internal Auditors of the Company for the financial year 2023-24.

Pursuant to Section 134(3)(n) of the Companies Act, 2013, Company has formulated Risk Management Policy. The Company has already sorted out the legal issues relating to sales tax, KWA etc removed majority of the hazardous chemicals and has also paid good amount towards the settlement of workers, contract workers and management staff. There are cases pending with the National Green Tribunal for pollution and Kerala State Electricity Board apart from pending liabilities to the workmen / management employees and contract workers. Your Company is working towards to make the balance payment towards the liabilities including the liability under the one time settlement out of sale of assets. Apart from the above, at present the company has not identified any element of risk which may threaten the existence of the company

23. Vigil Mechanism

The Board has adopted a Whistle Blower Policy which provides a platform to report unethical behaviour, actual or suspected fraud, concerns and grievances regarding violation of Code of Conduct of the Company. The policy facilitates

direct reporting of concerns to the Chairman of the Audit Committee. During the year, the Company did not receive any complaints.

24. Policy against Sexual Harassment at workplace

The Company has adopted a policy against Sexual Harassment and constituted Internal Compliant Committee in terms of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year under review, the Company did not receive any complaint.

25. Corporate Social Responsibility (CSR)

The provisions of Section 135 of the Companies Act, 2013 read with Rules made there under are not applicable to your Company. However, it still provides 10 KL water per month to 540 families who reside in and around the plant.

26. Other disclosures as per the provisions of the Companies Act, 2013

The requirement of MGT 9 has been removed vide MCA notification dated 28 August 2020 has notified section 92(3) w.e.f 28-August-2020.

- Since the operations at plant were shut during the year under review, the Company has nothing specific to report relating to conservation of energy, Technology Absorption.
- The details of Foreign Exchange Earnings and Outgo for the year 2022-23 are as below:

Particulars	2023-24	2022-23
Foreign exchange earned	Nil	Nil
Foreign Exchange outgo	Nil	Nil

- In terms of the provisions of Section 197(12) of the Companies Act, 2013 read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company did not have any employee during the year under review who was in receipt of remuneration above the threshold limit specified therein and hence no details are required to be disclosed. The Managing Director was receiving NIL remuneration.
- The Company has entered into settlement with the workers vide Agreement dated 06/02/2018 read with amendment dated 16/03/2020 for a consolidated amount of Rs 2724.04 Lakhs. The payment under the settlement shall be on or before 120 days from the date of the Agreement and delay in payment shall attract 12% p.a. till the date of payment. The Company has received settlement agreement with Contract Labourers of the Company duly signed by the "District Labour Officer and District Conciliatory Officer" dated 11/04/2018 for an amount of Rs 2 crore; the payment for which falls due within 120 days from the date of the settlement agreement and delay in payment

shall attract 7% p.a. till the date of payment. The Company has paid Rs. 1460 lakhs to the workers and contract workers as of March, 2024

- The Company has entered into a settlement under the Sab Ka Vishwas Scheme and settled liabilities of value Rs. 66.25 Lakhs for Rs. 12.64 Lakhs. - Managerial staff has been retrenched as on 31st July 2015. Retrenchment compensation has been provided in the books and an amount of Rs.41 lakhs.
- The Company has not issued any equity shares with differential rights, sweat equity shares or granted any ESOP to its employees. Except as disclosed in thereof.
- The Company has approved fee of Rs. 1.00 Lakhs to the statutory auditors for statutory audit and Rs. 0.10 Lakhs to the statutory auditor of the subsidiary.
- No issue of Equity shares with differential rights as to dividend, voting or otherwise (also see disclosure under the head Share Capital).
- - No issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- The Company has followed applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively.
- During the year under review, there have not been any instances of fraud and accordingly, the Statutory Auditors have not reported any frauds either to the Audit Committee or to the Board under Section 143(12) of the Act
- There has been no change in the business of the Company during the Financial Year ended March 31, 2024. The Company has obtained change of use of land from the Government of Kerala to set up Industrial and Logistics hub in place of zinc manufacturing plant. However there has been no activity so far.
- Ratios where there has been significant change (i.e. change of 25% or more as compared to the immediately previous Financial year) from FY 2022-23 to FY 2023-24 have been given in the notes to Accounts.- Note No.63.
- The Company has entered into an OTS with the Banks and has also settled liabilities with Sales Tax authorities, Kerala Water Tax, Service Tax and has also crystalized liabilities of workers/ employees / contract worker. As there are no operations and the payments are being made out of sale proceeds of assets, the ratios are not applicable.

- The Directors wish to express their appreciation for the continued cooperation of the Central and State Governments, bankers, Financial institutions, customers, dealers, suppliers and Shareholders. The Directors also wish to thank all the employees for their contribution, support and continued cooperation throughout the year.

For and on behalf of the Board of

Abdul Salim Ali Kunju

Director
DIN: 08279794

Mohd. Bismith Allingal

Managing Director and CFO
DIN: 08227170

Place: Mumbai

Date: September 04, 2024

Annexure A

The information required under section 197 of the Companies Act 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the name and other particulars of the top ten employees of the Company:

The Company did not have any employee during the year under review who was in receipt of remuneration above the threshold limit specified therein and hence no details are required to be disclosed.

The Company has entered into settlement with the workers vide agreement dated February 06, 2018 read with addendum dated March 16, 2020 for a consolidated amount of 2724 lakhs (excluding interest). The payment under the settlement shall be paid in instalments. The Company has so far paid 1361 Lakhs till March 2024. In the unlikely event of the scrap dismantling and sale process being faced with any temporary disruption / delay not attributable to EZL management's actions for scrap sale, then the disbursement of instalments shall resume only after resumption of the dismantling and sale process after resolving the issue. Any such delay in execution shall also lead to proportionate delay in payment disbursement.

The Company has received settlement agreement with Contract Labourers of the Company duly signed by the "District Labour Officer and District Conciliatory Officer" dated 11/04/2018 for an amount of Rs.2 crore (excluding interest). The contract Labourers have been paid Rs. 99.25 Lakhs till March 2024.

Managerial staff has been retrenched as on 31st July, 2015, Retrenchment compensation has been provided and payment to the extent of Rs 41Lakhs has been made till March 2024.

For and on behalf of the Board of

Abdul Salim Ali Kunju

Director
DIN: 08279794

Mohd. Bismith Allingal

Managing Director and CFO
DIN: 08227170

Place: Mumbai
Date: September 04, 2024

**ANNEXURE - B
FORM NO.AOC-2**

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

Details of contracts or arrangements or transactions not at arm's length basis:
The details of the contracts or arrangements or transactions which were earlier on arm's length but varied to suit business requirements is as follows:-

Name(s) of the related party	Green Panel Investment LLP	Mina Ventures Private Limited	Mr. Mohammed Bismith Allingal
Nature of relationship	Edayar Zinc Limited holds 70% in Green Panel Investment LLP	Shareholding with voting power of 65.55 % w.e.f. March 04, 2022	Managing Director and CFO w.e.f March 04, 2022
Nature of contracts/ arrangements/ transactions	Facilitating the sale of the plant and machinery and utilization of the proceeds towards payment of liabilities as also of otherwise taking steps for facilitating fulfilment of the OTS and to do all other incidental acts	Unsecured Inter Corporate Deposit	Appointed as Managing Director and CFO at Nil remuneration
Duration of the contracts /	Ongoing	Ongoing	5 years
Salient terms of the contracts or arrangements or transactions including	Has spent Rs. 667 lakhs on behalf of EZL to facilitate the OTS. settlements	Receipt of monies at Nil interest	Nil
Justification for Variation done	Nil	Nil	Nil
Date(s) of approval by the Board	August 29, 2019	04.03.2022	16.03.2022

Amount paid as advances, if any / Amount payable on account of reimbursement of expenses, if any	Nil	Outstanding as of March 31, 2024 Rs.500 lakhs	Nil
Date on which the special resolution was passed in general meeting as required under first proviso to Section 188	15th December, 2020	September 29, 2022	September 29, 2022

For and on behalf of the Board of

Abdul Salim Ali Kunju

Director
DIN: 08279794

Mohd. Bismith Allingal

Managing Director and CFO
DIN: 08227170

Place: Mumbai
Date: September 04, 2024

NOMINATION AND REMUNERATION POLICY**of Edayar Zinc Limited****1. BACKGROUND**

The Board of Directors (“Board”) of Edayar Zinc Limited (“the Company”) had constituted the Nomination and Remuneration Committee (the Committee) in terms of the provisions of Section 178 of the Companies Act, 2013 (the Act). Pursuant to the said Section, the Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board of Directors a Policy relating to the remuneration for the Directors, Key Managerial Personnel and other employees.

2. OBJECTIVES

The primary objective of the Policy is to provide a framework and set standards for the nomination, remuneration and evaluation of the Directors, Key Managerial Personnel and Officials in the cadre of the senior management. The Company aims to achieve a balance of merit, experience and skills amongst its Directors, Key Managerial Personnel and Senior Management. The Key Objectives of the Committee would be:

- 2.1 To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management Personnel;
- 2.2 To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation by the Board;
- 2.3 To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management Personnel;
- 2.4 To determine remuneration commensurate with the Company’s size and financial position and trends with respect to the adopted by the peers in the industry;
- 2.5 To formulate a Policy which will ensure long term sustainability and retention of talented managerial personnel.
- 2.6 To develop a succession plan for the Board and to regularly review thereof.

DEFINITIONS

- 3.1 Act means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.
- 3.2 Board means Board of Directors of the Company.
- 3.3 Directors mean Directors of the Company.

3.4 Key Managerial Personnel (“KMP”) means

3.4.1 Chief Executive Officer or the Managing Director or the Manager or in their absence a Whole time Director;

3.4.2 Company Secretary;

3.4.3 Chief Financial Officer; and

3.4.4 Such other officer as may be prescribed under the Act.

3.5 **Senior Management Personnel (“SMP”)** means personnel of the Company who are members of Company’s core management team. This would also include all members of management one level below the Executive Directors including all functional heads.

4. ROLE OF COMMITTEE

4.1 Terms of Reference

4.1.1. To identify persons who are competent to become Directors and who may be appointed as Key Managerial Personnel and Senior Management Personnel in accordance with the criteria laid down, and recommend to the Board their appointment and removal.

4.1.2 To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board the policy, relating to the remuneration of the Directors, Key Managerial Personnel and other employees. The Committee shall ensure that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the Company successfully.

4.1.3 To recommend/review remuneration of the Managing Director(s) and Whole-time Director(s) based on their performance.

4.1.4 To formulate criteria for evaluation of Independent Directors and the Board;

4.1.5 To carry out evaluation of every director’s performance.

4.1.6 To carry out any other function, as may be mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.

COMPOSITION AND FUNCTIONING OF THE COMMITTEE

5.1 Composition

5.1.1 The Committee shall be comprised of a minimum of three Non-Executive Directors, majority of them being Independent Directors.

5.1.2 Any two members of the Committee shall constitute a quorum for the Committee meetings.

5.1.3 Term of the Committee shall be continued unless terminated by the Board of Directors

Chairperson of the Committee

5.2.1 Chairperson of the Committee shall be an Independent Director.

5.2.2 Chairperson of the Company may be appointed as a member of the Committee but shall not be a Chairman of the Committee.

5.2.3 In the absence of the Chairperson, the Members of the Committee present at the meeting, shall choose one amongst them to act as Chairperson.

Frequency of Meetings:

5.3.1 The meeting of the Committee shall be held at such regular intervals, as may be considered necessary.

5.3.2 The Committee may invite such executives, as it considers appropriate, to be present at the meetings of the Committee.

5.4 Secretary

The Company secretary of the Company shall act as Secretary of the Committee.

5.5 Voting

5.5.1 Matters arising at Committee meetings, shall be decided by a majority of votes of Members present and any such decision shall for all purposes be deemed a decision of the Committee.

5.5.2 In the case of equality of votes, the Chairman of the meeting will have a casting vote.

5.6 Interested Committee Member not to participate in the meeting. A Member of the Committee is not entitled to be present when his/her remuneration is discussed at such meeting or when his/her performance is being evaluated.

5. POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT PERSONNEL.

6.1 Appointment criteria and qualifications

- 6.1.1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or SMP and recommend to the Board his/her appointment.
- 6.1.2 A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient/ satisfactory for the concerned position.
- 6.1.3 The Company shall not appoint or continue the employment of any person as Managing Director/ Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution.
- 6.1.4 Appointment of Independent Directors shall be subject compliance of provisions of section 149 of the Companies Act, 2013, read with schedule IV and Rules made thereunder.

6.2 Term /Tenure

- 6.2.1. Managing Director / Whole-time Director: The Company shall appoint or re-appoint any person as its Managing Director or Executive Director for a term not exceeding five years at a time . No re-appointment shall be made earlier than one year before the expiry of term.
- 6.2.2 Independent Director- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for reappointment on the Company passing of a Special Resolution by the Company and disclosure of such appointment in the Board's Report to the Shareholders.- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

6.3 Evaluation

The Committee shall carry out evaluation of performance of every Director, KMP and SMP on yearly basis or at such frequent intervals, as its Members may decide.

6.4 Removal

In case any Director or KMP incurs any disqualification as provided under the Actor Rules made thereunder, the Committee may recommend, to the Board with reasons recorded in writing, removal of such Director or KMP subject however, to the provisions and compliance of the said Act, rules and regulations.

6.5 Retirement The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. As per the current Policy, a KMP or SMP (excluding the Directors) shall be liable to retire upon completion of 60 years of age. The Board if it considers to be in the Company's interest, shall have the discretion to retain KMP and SMP in the same position / remuneration or otherwise even after attaining the retirement age.

6.6 Policy relating to the Remuneration for the Managing Directors, Whole-time Director, KMP and SMP.

6.7 Remuneration to the KMP and SMP:

6.7.1. **Fixed pay:** The KMPs and SMPs shall be eligible for a monthly remuneration, as may be approved by the Board on the recommendation of the Committee.

The remuneration shall include salary, allowances, perquisites and Company's contribution to Provident Fund, as the case may be, in accordance with Company's Policy as amended from time to time and approved by the Shareholders and Central Government, wherever required.

6.7.2. **Minimum Remuneration:** If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration as determined above, to its Managing Director/ Whole-time Director subject to the approval of the Central Government, wherever necessary.

6.7.3. **Provisions for excess remuneration:** If any Managing / Whole-time Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Act or without the prior sanction of the Central Government, where required, he/she shall refund such sums to the Company and until such sum is refunded, hold the same in trust for the Company.

6.8 Remuneration to Non-Executive/ Independent Director.

6.8.1 Remuneration: Non-Executive / Independent Directors shall not be entitled to any remuneration.

6.8.2 Sitting Fees: The Non-Executive / Independent Directors will be paid Sitting Fees for attending meetings of Board or Committee thereof. Provided that the amount of such fees shall not exceed Rupees One Lac per meeting of the Board or Committee or such amount as may be prescribed by the Central Government from time to time.

6.9 General

6.9.1 The remuneration to the KMPs and SMPs will be determined by the Committee and recommended to the Board for approval. The remuneration shall be subject to the approval of the Shareholders of the Company and Central Government, wherever required.

6.9.2 Upon evaluation of the performance, Annual Increments in the remuneration may be recommended by the Committee to the Board which shall be within the limits approved by the Shareholders, wherever applicable.

6.9.3 Where any insurance is taken by the Company for its Directors, KMPs and SMPs for protecting them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to such persons. Provided that if such person is provided to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

CEO/CFO COMPLIANCE CERTIFICATION

Compliance Certificate under Regulation 17(8) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015

I, Mohamed Bismith Allingal, MD and CFO of the Company do hereby certify to the Board that in respect to the Financial Year ended on 31st March, 2024.

We have reviewed the Financial Statements, read with the Cash Flow Statement of the Company and to the best of our knowledge and belief, we state that:

a) these statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading;

b) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.

3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and have disclosed to the Statutory Auditor and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

4. We have indicated to the Statutory Auditor and the Audit Committee –

a) Significant changes, if any, (NIL for the year 2023-24) in internal control over financial reporting during the year, if any;

b) Significant changes in accounting policies during the year, if any, (NIL for the year 2023-24) and that the same have been disclosed in the notes to the financial statements; and

c) Instances, if any of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting. NIL for the year 2023-24.

Form MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Edayar Zinc Limited
37/2, Chinar Park, New Town,
Rajarhat Main Road P.O. Hatiara,
Kolkata- 700157, West Bengal, India

We have conducted the Secretarial Audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by **Edayar Zinc Limited** (hereinafter called the “Company”) Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing opinion thereon.

Based on our verifications of the Books, Papers, Minute Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period covering the Financial Year ended on 31st March, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Edayar Zinc Limited** for the Financial year ended on 31st March, 2024, according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment.
3. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’): -
 - (i) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (ii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- (iii) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- (iv) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
- (v) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (vi) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (vii) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- (viii) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (ix) Securities and Exchange Board of India (Stock Brokers) Regulations, 1992

Since the Company is an unlisted company, the above-mentioned SEBI Act Regulations and Guidelines are **not applicable** to the Company.

We have also examined compliance with the applicable clauses of Secretarial Standards issued by The Institute of Company Secretaries of India.

During the Audit period, the company has complied with the provisions of the Act, rules, regulations, guidelines, standards, etc., mentioned above and filed requisite forms and returns with in due date.

We further report that

- The Board of Directors of the Company is duly constituted as per the provisions of the Companies Act, 2013 and the changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice was given to all Directors to schedule the Board and Committee Meetings; agenda and detailed notes on agenda were sent at least seven days in advance in most cases. Consent to convene a meeting at shorter notice was obtained from the Directors, wherever applicable, and the same was recorded in the Minutes. A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- All the decision at the board meetings and committee meetings are passed with requisite approvals, as recorded in the minutes.

- We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, the following specific events were held:

1. During the period under review on the recommendation of NRC committee members considered and recommended to the board of the appointment of Ms. Richa Bhandari (Membership No. A70233) as a Company Secretary w.e.f January 05, 2024.
2. During the period under review the board of directors of the Company took note of the progress on the One time Settlement (OTS) with Banks and Related Parties in the Board meeting held on 05th January, 2024.
3. During the period under review the board of directors of the Company took note of the progress on the One time Settlement (OTS) with Banks and matters related to that in the Board meeting held on 29th March, 2024.
4. The board recommended the Re-appointment of Mr. Abdul Salim Ali Kunju as a director having DIN 8279794, in the Board meeting held on 02nd September, 2023.

Note:

1. This report is to be read with our letter of even date which is annexed as ‘**Annexure-I**’ and forms an integral part of this report.

Place: Mumbai
Date: 4th September, 2024

For **Aabid & Co**
Company Secretaries

Greeshma Kerkar
Partner
Membership No.: A22283
COP No.: 26795
UDIN: A022283F001136561

ANNEXURE-I OF SECRETARIAL AUDIT REPORT

To,
The Members,
Edayar Zinc Limited
37/2, Chinar Park, New Town,
Rajarhat Main Road P.O. Hatiara,
Kolkata- 700157, West Bengal, India

Secretarial Audit Report of even date is to be read along with this letter.

- (1) Maintenance of Secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- (2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
- (3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- (4) Wherever required, we have obtained Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
- (5) The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
- (6) The Secretarial Audit report is neither an assurance as to the future viability of the company nor the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Mumbai
Date: 4th September, 2024

For **Aabid & Co**
Company Secretaries

Greeshma Kerkar
Partner
Membership No.: A22283
COP No.: 26795
UDIN: A022283F001136561

Independent auditor's report to the members of Edayar Zinc Limited

Opinion

We have audited the accompanying standalone Ind AS financial statements of **Edayar Zinc Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, and the Statement of Profit and Loss (Including Other Comprehensive Income), the statement of cash flows & the statement of changes in equity 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, except for the effects of the matter described in the *Basis of Qualified Opinion* section of our report, the aforesaid standalone Ind AS 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2024, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for qualified opinion

- 1. The net worth of the company has been fully eroded. This indicates the existence of a material uncertainty that cast significant doubt about the Company's ability to continue as a going concern.*
- 2. The consortium of banks had sanctioned one time settlement and as per OTS terms substantial mortgaged assets except land have been sold and it may affect the going concern concept of the company.*
- 3. The OTS Settlement was rescheduled by the consortium, which has also been delayed and as per the rescheduled terms, the company is liable to pay interest there on to the tune of Rs 4050 lakhs as mentioned in note no 33a but the same has not been provided for in the books of accounts. , had these provisions been done then the loss for the year and debit balance in other equity would have been more by Rs 4050 lakhs. In our opinion the Company has not followed accrual system of accounting and disclosure of accounting policy is not in accordance with IND AS1-Presentation of financial statements.*
- 4. Attention is invited to Note No.33a where in as per the rescheduled OTS, the balance OTS amount was to be paid by 31st July 2022, however the company has not been able to deposit the same. The consortium of bankers has not given any further extension, in view of this there is uncertainty about the validity of OTS and future action that maybe taken by the consortium of bankers. In view of this we are unable to determine the consequential impact, if any that may arise on the abovesaid matter.*
- 5. The banks have not provided balance confirmations nor provided bank statements; hence we are unable to confirm the bank balance (Including working capital facility and overdraft) and interest payable thereon. Since the accounts are frozen by the consortium of banks and as a result facility has been ceased to be operational and assets have been taken into physical possession by the Consortium of Bankers. Attention is also invited to Note No.10 & 44 where the Debt Recovery Tribunal vide order dated February 13, 2020 permitted the sale of mortgaged assets either by the banks or by the Company with permission of the banks under provisions of The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act,2002 Act.*

6. *The attention is invited to Notes No.11(i), 11(ii) & 11(iii) regarding settlement of trade receivables amounting to Rs.4632.18 Lacs .*
7. *The company did not obtain/receive from creditors and debtors and other parties including loans and advances for the balances as on 31st March 2024. Since we could not obtain confirmations as required in SA-505 standards on auditing, we are unable to comment on adjustment or disclosure that may arise.*
8. *The balance with statutory authorities and input credits of Rs.2213.29 Lacs as reflected in Note No.14 in the standalone financial statements are subject to admission by the respective statutory authorities and no provision has been made thus, we are unable to comment whether any provision for impairment in the value is required and its consequential impact on the financial statements.*
9. *During the year, the Company has not obtained/ taken/ made fresh assessment of the carrying value of The Asset held for sale of Rs.1178 Lacs. thus, we are unable to comment whether any provision for impairment in the value is required and its consequential impact on the financial statements.*
10. *The Company has made a provision of doubtful recovery of off advance of Rs.18.50 Lacs due from the subsidiary company, however the subsidiary is still carrying the balance as payable in its books of accounts, as a result the balances reflected in Related Party Transaction Note No.35 are not matching to that extent with the books of related party.*

Subject to the above qualifications, we have 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 standalone Ind AS financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone Ind AS 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.

Key audit matters

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

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

In connection with our audit of the 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 Ind AS 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 responsibility for the standalone financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss(financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. 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 standalone Ind AS 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the standalone financial statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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 standalone Ind AS 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 standalone Ind AS 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.
- a. 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 standalone Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind AS 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

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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, the statement of cash flows and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Ind AS 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, 2024 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". and
- (g) 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 – Refer Note No 41.1, 44, 47, 49, 50 and 71 in the standalone Ind AS Financial Statements.
 - (b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - (c) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund and therefore the question of delay in transferring such sums does not arise.
 - (d) (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

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

(iii) Based on audit procedures considered reasonable and appropriate in the circumstances followed by us and as per information and explanation provided to us, nothing has come our notice that can cause to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

(e) The company has not declared or paid dividend during the year.

(f) Based on our examination, the Company has used accounting software for maintaining its books of account during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, except that the audit trail feature was not enabled throughout the year.

For Udeshi Shukla & Associates
Chartered Accountants
FRN: 114886W

CA. Paresh Vijaysinh Udeshi
Partner
MRN: 042082
Mumbai – September 4, 2024
UDIN: 24042082BKABDO5624

Annexure A to the Auditor's Report

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

1. (a) (A) Majority of the assets of the company except land have been sold/demolished/Impaired. The company has not updated its asset register and hence we are not in a position to comment on this clause.
(B) The Company has not updated its asset register and hence we are not able to comment on this clause.
(b) In the absence of any physical verification report of fixed assets we are not in position to comment on the frequency of verification of fixed assets.
(c) The assets have been taken over by the consortium bankers and title deeds have not been produced before us for verification, hence we are not in a position to comment on this clause.
(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
(e) According to the information and explanations given to us no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2. (a) The company did not have any inventory either during the year or at the end of the year , hence this clause is not applicable.
(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, during any point of time of the year, the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets hence reporting on clause (ii)(b) of paragraph 3 of the said Order is not applicable to the Company
3. During the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties:

a. during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity as under

To whom	Rs in lakhs	
	the aggregate amount during the year	balance outstanding at the balance sheet date
parties other than subsidiaries, joint ventures and associates	-	-
subsidiaries, joint ventures and associates	0.09	4.27
An LLP where the company is a partner	1249.97	1223.10
TOTAL	1243.06	1227.37

- b. According to the information and explanation given to us, there are no specified available and in absence of such terms and conditions we are not in a position to comment whether the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest.
- c. Schedule of repayment of the principal amount and the payment of the interest have not been stipulated and hence we are unable to comment as to whether receipt of the principal amount and the interest is regular.
- d. According to the information and explanation given to us, Schedule of repayment of the principal amount has not been specified hence we are not able to comment as to no amount is overdue in these respect.
- e. According to the information and explanation given to us, in absence of repayment schedule, we are not in a position to comment whether any loan or advance in the nature of loan granted which has fallen due during the year has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
- f. The company granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment as per details provided below

To whom	Rs in lakhs	
	the aggregate amount during the year	balance outstanding at the balance sheet date
parties other than subsidiaries, joint ventures and associates	-	-
subsidiaries, joint ventures and associates	0.09	4.27
An LLP where the company is a partner	1249.97	1223.10
TOTAL	1243.06	1227.37

4. According to the information and explanations given to us, we are of the opinion that the Company has not complied with the provisions specified under section 185 and section 186 of the Act with respect of loans, investments, guarantees or security made by it during the year under audit.
5. The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.
6. We have been informed that as the plant has not operated during the year and as there is no production or sale, the maintenance of cost records under section 148 of the Act is not applicable.
7. (a) As per the information and explanations furnished to us and according to our examination of the records of the Company, the Company, *except for statutory dues of Goods and Services Tax amounting to Rs 439.88 lakhs as mentioned in note No. 60 and the amount payable for workers as per the settlement with the workers vide Agreement dated 06/02/2018 and Addendum dated 16/03/2020 as mentioned in Note No19.1 in the standalone Ind AS Financial Statements*, has been generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities;.

Except for import duties amounting to Rs. 2,944.68 lakhs which is not paid pending the final assessment thereof, Goods and Services Tax of Rs 439.88 lakhs, Income Tax of Rs 39.62 Lakhs and Employees Provident Fund of Rs 392.77 lakhs there are no other arrears of undisputed statutory dues outstanding at the last day of the financial year for a period of more than six months from the date on which they became payable

(b) According to the information and explanations given to us and the records of the Company examined by us, the following disputed amounts of tax demanded (including those related to the erstwhile Zinc Division of the holding company Binani Industries Limited) have not been deposited with the authorities as at 31st March, 2024 as per the details given below.

Name of the Statute	Nature of Dues	Amount	Amount paid under protest	Year to which the amount relates	Forum where dispute is pending
		(₹ in lakhs)	(₹ in lakhs)		
Central Excise Act, 1944	Excise duty including penalty (Service tax credit on carriage outwards)	90.88		2007-08	Customs, Excise and Service Tax, Appellate Tribunal, Bangalore
	Custom Duty	77.32		Appeal No. C/22692/2014	Customs, Excise and Service Tax, Appellate Tribunal, Cochin
	Custom Duty	155.8		Appeal No. C/22693/2014	Customs, Excise and Service Tax, Appellate Tribunal, Cochin
	Custom Duty	0.91		Appeal No. C/22694/2014	Customs, Excise and Service Tax, Appellate Tribunal, Cochin
Indian Customs Act, 1962	Customs duty (Concessional Duty)	78.4		1984-85*	Asst. Commissioner of Customs, Kochi
	Custom Duty (Item Classification)	2.11		Various	Customs, Excise & Service Tax Appellate Tribunal, Chennai
	Custom Duty (Item Classification)	11.09		1993-94*	Customs, Excise & Service Tax Appellate Tribunal, Chennai
Income Tax Act 1961	Income Tax	164.63**		AY 2015-16	CIT- Appeals

* Relates to the erstwhile Zinc Division of Binani Industries Limited.

** Including Interest.

8. According to the information and explanation given to us, company has no transactions, not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);

9. a. According to the information and explanations given to us and the records of the Company examined by us, the Company has defaulted in repayment of dues to banks, particulars of which are as follows:

Name of bank	Nature of Instrument	Period of default (in Months)	Amount of Default (₹ in lakhs)
Punjab National Bank	Letter of credit	109	4,141.12
Oriental Bank of Commerce	Letter of credit	109	4,881.83
Punjab National Bank	Letter of credit	106	4,581.98
Oriental Bank of Commerce	Letter of credit	104	5,401.33
Punjab National Bank	Letter of credit	100	4,645.19
Punjab National Bank	Bank Guarantee Invoked	90	115.82
Punjab National Bank	Bank Guarantee Invoked	90	16.10
Punjab National Bank	Bank Guarantee Invoked	90	13.63
Oriental Bank of Commerce	Bank Guarantee Invoked	90	157.13
Oriental Bank of Commerce	Bank Guarantee Invoked	85	20.30
Oriental Bank of Commerce	Bank Guarantee Invoked	85	30.30
Oriental Bank of Commerce	Bank Guarantee Invoked	39	46.13

Note: LC devolved and bank guarantees invoked have been included in the Cash Credit balance.

- b. As per information and explanations given to us, the company has not been declared willful defaulter by the consortium of banks, however the consortium of bankers had sanctioned and accepted the company's offer of one time settlement however the Company has not been able to pay the dues as per the One Time Settlement.
- c. The company has not availed any term loan during the year and for default of earlier loans, one time settlement offer has been accepted by the consortium of bankers hence we are not in a position to comment as to whether term loans obtained in earlier years were applied for the purpose for which the loans were obtained;
- d. The company has not raised any short term funds during the year and for default of earlier loans, one time settlement offer has been accepted by the consortium of bankers hence we are not in a position to comment as to whether funds raised on short term basis have been utilised for long term purposes;
- e. According to the information and explanation given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;

- f. According to the information and explanation given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies;
10. a. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year;
- b. The Company has not made any preferential allotment or private placement of Shares and Debentures (fully, partially or optionally convertible) during the year and hence this clause is not applicable.
11. a. According to the information and explanation given to us, any fraud by the company or any fraud on the company has not been noticed or reported during the year;
- b. According to the information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- c. According to the information and explanation given to us, no whistle-blower complaints, received during the year by the company;
12. In our Opinion and according to the information and explanations given to us, the Company is not a Nidhi company, accordingly provisions of the Clause 3(xii) of the Order is not applicable to the company:
13. According to the information and explanations given to us and based on the records of the company examined by us, all the transactions with the related parties entered into by the Company, are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details of the same have been disclosed in the Financial Statements as required by the applicable accounting standards and Companies Act 2013.
14. (a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business;
- (b) We have considered the reports of the Internal Auditors for the period under audit;
15. According to the information and explanations given to us and based on the records of the company examined by us, the Company has not entered into any non-cash transactions with directors or persons connected with him and accordingly, the provisions of clause 3(xv) of the Order is not applicable
16. According to the information and explanations given to us, we are of the opinion that the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly the provisions of clause 3(xvi) of the Order are not applicable

17. According to the information and explanations given to us and based on the audit procedures conducted, the company has incurred cash losses of Rs 1635.63 lakhs in the financial year and of Rs 38.50 lakhs in the immediately preceding financial year;
18. There has been no resignation of the statutory auditors during the year and accordingly, the provisions of clause 3(xviii) of the Order is not applicable;
19. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, and considering the fact that the assets of the company are being liquidated and also the fact that the company has asked for renewal of its OTS offer, we are of the opinion that there exists a material uncertainty as on the date of the audit report that the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;
20. The provisions of Section 135 towards corporate social responsibility are not applicable on the company, accordingly the provisions of clause 3(xx) of the Order is not applicable.
21. The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For Udeshi Shukla & Associates
Chartered Accountants
FRN 114886W

Partner
MRN 042082
Mumbai – September 4, 2024
UDIN: 24042082BKABDO5624

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of Edyar Zinc Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

Because of the matter described in Disclaimer of Opinion Paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls over financial reporting of the company.

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Disclaimer of Opinion

According to the information and explanation given to us, the Company has not established its internal financial control over financial reporting on criteria based on or 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. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2024.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company, and the disclaimer does not affect our opinion on the standalone financial statements of the Company.

For Udeshi Shukla & Associates
Chartered Accountants
FRN: 114886W

CA. Paresh Vijaysinh Udeshi
Partner
MRN: 042082
Mumbai – September 4, 2024
UDIN:

BALANCE SHEET AS AT 31ST MARCH, 2024

(All amounts in INR lakhs, unless otherwise stated)

Particulars	Note No.	31st March, 2024	31st March, 2023
ASSETS			
Non Current Assets			
Property, Plant and Equipment	4	326.55	332.83
Capital Work-in-Progress	4	364.78	364.78
Other Intangible assets	5	-	-
Financial Assets			
(i) Investments	6	18.20	18.20
Tax Assets	7	12.20	24.59
Other Non Current Assets	8	-	244.43
Total Non Current Assets		721.74	984.83
Current assets			
Inventories	9	-	-
Financial Assets			
(i) Cash and cash equivalents	10	3.99	3.99
(ii) Bank Balance other than cash and cash equivalents	10.1	-	-
(iii) Trade Receivables	11	-	4,632.18
(iv) Loans	12	4.27	4.18
(v) Other Financial Assets	13	1,344.29	1,382.23
Other Current Assets	14	2,209.82	2,214.59
Total Current Assets		3,562.37	8,237.18
Assets Held for Sale		1,178.00	1,178.00
Total Assets		5,462.09	10,400.00
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	15	9,761.81	9,761.81
Other Equity	16	(26,975.95)	(25,321.66)
Total Equity		(17,214.14)	(15,559.85)
LIABILITIES			
Current liabilities			
Financial Liabilities			
(i) Borrowings	17	15,584.39	18,973.61
(ii) Trade payables	18	156.77	156.77
(iii) Other Financial Liabilities	19	2,754.90	2,760.95
Other current liabilities	20	1,031.61	915.50
Provisions	21	3,148.56	3,153.02
Total Liabilities		22,676.23	25,959.85
Total Equity and Liabilities		5,462.09	10,400.00
Summary of Significant Accounting Policies	2 & 3		
The accompanying notes are an integral part of the financial statements.			

As per our report of even date attached

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No : 114886W

For and on behalf of the Board of Directors

CA Paresh Vijaysinh Udeshi

Partner

Membership No. 042082

UDIN :- 24042082BKABDO5624

Visalakshi

Sridhar

Director

DIN 07325198

Mohd. Bismith Allingal

MD & CFO

DIN 08227170

Abdul Salim Ali Kunju

Director

DIN 08279794

Richa Bhandari

Company Secretary

ACS 70233

Place : Mumbai

Date : September 04, 2024

Place : Mumbai

Date : September 04, 2024

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2024

(All amounts in INR lakhs, unless otherwise stated)

Particulars	Note No.	31st March, 2024	31st March, 2023
Revenue From Operations	22	-	-
Other Income	23	0.11	0.04
Total Income		0.11	0.04
EXPENSES			
Changes in inventories	24	-	-
Employee benefits expense	25	0.55	0.95
Finance costs	26	-	-
Depreciation and amortization expense	27	6.28	5.74
General, administration and other expenses	28	1,635.19	31.85
Impairment Loss	28	-	-
Total expenses		1642.02	38.54
Profit/(Loss) before exceptional items and tax		(1641.91)	(38.50)
Exceptional Items	29	-	-
Profit/(Loss) before Tax		(1641.91)	(38.50)
Tax expense:			
Current tax		-	-
Tax on Earlier Years		12.39	-
Deferred Tax charged / (Credit)		-	-
Profit / (Loss) for the Year (A)		(1654.30)	(38.50)
Prior Period Income	23.1		
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit or loss		-	-
Re-measurement of Post Employment Benefit Obligation		-	-
Tax Expense		-	-
Other Comprehensive Income (B)		-	-
Total Comprehensive Income (A + B)		(1654.30)	(38.50)
Earnings per Equity Share :			
Basic	30	(1.69)	(0.04)
Diluted		(1.69)	(4.07)
Nominal value per Equity Share (INR)		10.00	10.00
Summary of Significant Accounting Policies	2 & 3		
The accompanying notes are an integral part of the financial statements.			

As per our report of even date attached

For Udeshi Shukla & Associates
Chartered Accountants
Firm Registration No : 114886W

For and on behalf of the Board of Directors**CA Paresh Vijaysinh Udeshi****Visalakshi Sridhar****Mohd. Bismith Allingal****Abdul Salim Ali Kunju**

Partner

Director**MD & CFO****Director**

Membership No. 042082

DIN 07325198**DIN 08227170****DIN 08279794**

UDIN 24042082BKABDO5624

Richa Bhandari
Company Secretary
ACS 70233

Place : Mumbai

Place : Mumbai

Date : September 04, 2024

Date : September 04, 2024

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

(A) Equity share capital

	31-Mar-24	
	No. of shares	Amount
For the year ended 31 March 2024		
Equity shares of INR 9761.81 Lakhs each issued, subscribed and fully paid		
Balance as at 1 April 2023	9,761.81	97,61,81,000.00
Changes in Equity Share Capital due to prior period	-	-
Restated balance as at 1 April 2023	9,761.81	97,61,81,000.00
Changes in equity share capital during the current year	0	0.00
Balance as at 31 March 2024	9,761.81	97,61,81,000.00
For the year ended 31 March 2023		
Equity shares of INR 6761.81 Lakhs each issued, subscribed and fully paid		
Balance as at 1 April 2022	6,761.81	67,61,80,820
Changes in Equity Share Capital due to prior period	-	-
Restated balance as at 1 April 2022	3,000.00	30,00,00,000
Changes in equity share capital during the current year	9,761.81	97,61,80,820.00
Balance as at 31 March 2023	9,761.81	97,61,80,820.00

(B) Other equity

Particulars	For the year ended 31st March, 2024											Total		
	Share application money pending allotment	Equity component of compound financial instruments	Capital Reserve	Reserve and Surplus Securities Premium	Other Reserves (specify nature)	Retained Earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation in Surplus	Exchange differences on translating the financial statements of a foreign operation		Other Items of Other Comprehensive Income (specify nature)	Money received against share warrants
Balance as at 1 April 2023	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Changes in accounting policy or prior period errors	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Restated balance as at April 2023	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Profit for the year	-	-	-	-	(1,654.30)	-	-	-	-	-	-	-	-	(1,654.30)
Other comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	(1,654.30)	-	-	-	-	-	-	-	-	(1,654.30)
Transactions with owners in their capacity as owners:														
Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Forfeiture of share options	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Any other change (to be specified)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2024	-	-	-	-	(26975.45)	-	-	-	-	-	-	-	-	(26,975.45)

Particulars	For the year ended 31 March 2023											Total		
	Share application money pending allotment	Equity component of compound financial instruments	Capital Reserve	Reserve and Surplus Securities Premium	Other Reserves (specify nature)	Retained Earnings	Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation in Surplus	Exchange differences on translating the financial statements of a foreign operation		Other Items of Other Comprehensive Income (specify nature)	Money received against share warrants
Balance as at 1 April 2022	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Changes in accounting policy or prior period errors	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Restated balance as at 1 April 2022	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,321.15)
Profit for the year	-	-	-	-	(38.50)	-	-	-	-	-	-	-	-	(38.50)
Other comprehensive Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	(38.50)	-	-	-	-	-	-	-	-	(38.50)
Transactions with owners in their capacity as owners:														
Dividends	-	-	-	-	(38.50)	-	-	-	-	-	-	-	-	(38.50)
Dividend Distribution Tax	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Forfeiture of share options	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Any other change	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance as at 31 March 2023	-	-	-	-	(25321.15)	-	-	-	-	-	-	-	-	(25,359.65)

Note: Reassessment of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes or shall be shown as a separate column unit

See accompanying notes to the financial statements

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

For and on behalf of the Board of Directors

For Udeshi Shukla & Associates
Chartered Accountants
Firm Registration No.: 114886W

CA Parash Vijayshah Udeshi
Partner
Membership No. 042082
UDIN

Visalakshi Sridhar
Director
DIN 07325198

Mohd. Bismith Allingal
MD & CFO
DIN 08227170

Abdul Salim Ali Kunju
Director
DIN 08279794

Richa Bhandari
Company Secretary
ACS 7023

Place : Mumbai
Date : September 04, 2024

Place : Mumbai
Date : September 04, 2024

EDAYAR ZINC LIMITED		FY2023-24	
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024 (All amounts in INR lakhs, unless otherwise stated)			
Particulars	31st March 2024	31st March 2023	
A Cash Flow From Operating Activities			
Earnings before exceptional and extraordinary items and tax	(1654.30)	(39.00)	
Adjustments for:			
Depreciation / Amortization / Impairment	6.28	5.74	
Interest and Finance Charges	-	-	
Sundry Balances written off / Liabilities no longer required written back & other income	-	-	
Write off of Investments in Subsidiary	-	-	
Loss / (profit) on repatriation of capital of foreign subsidy	-	-	
Unrealised (Gain) / Loss on Exchange Rate Fluctuation (Net)	-	-	
Impairment of Assets	-	-	
Loss/(Profit) on sale/discard of Fixed Assets	-	-	
Diminution in value of Investments	-	-	
Interest and Dividend Income	(0.11)	(0.04)	
Exceptional Item	-	-	
Operating Profit Before Working Capital Changes	(1648.13)	(33.30)	
Change in operating assets and liabilities			
(Inventories)/Decrease in Inventories	-	-	
(Increase)/Decrease in trade receivables and other assets	4,893.69	-	
(Increase)/Decrease in other Financial Assets	37.94	(2.41)	
(Increase)/Decrease in trade payables and other payables	105.61	(108.51)	
Exchange Fluctuation Unrealised on account of consolidation	-	-	
Cash Generated from Operations	3389.11	(144.22)	
Net Cash from/(used in) Operating Activities	3389.11	(144.22)	
B Cash Flow from Investing Activities			
Purchase of Fixed Assets (including capital work - in progress)	-	-	
Sale of Fixed Assets / Refund from CWIP Suppliers	-	-	
Investment in subsidiary	-	-	
Intercorporate Deposits (given)/received back(net)	-	-	
Interest and Dividend Income Received	0.11	0.04	
Net Cash from/(used in) Investing Activities	0.11	0.04	
C Cash Flow from Financing Activities			
Proceeds / (Repayment) from Short Term Borrowings (Net)	(3389.22)	144.18	
Increase in Share Capital	-	-	
Finance cost	-	-	
Net Cash from / (used in) Financing Activities	(3389.22)	144.18	
D Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	-	-	
E Opening Cash & Cash Equivalents	3.99	3.99	
F Closing Cash & Cash Equivalents (D+E)	3.99	3.99	
Reconciliation of Cash Flow statements as per the cash flow statement	31st March 2024	31st March 2023	
Cash Flow statement as per above comprises of the following			
Cash and cash equivalents	3.99	3.99	
Balances as per statement of cash flows	3.99	3.99	
The accompanying notes are an integral part of the financial statements.			
As per our report of even date attached			
For Udeshi Shukla & Associates Chartered Accountants Firm Registration No : 114886W	For and on behalf of the Board of Directors		
CA Paresih Vijaysinh Udeshi	Visalakshi Sridhar	Mohd. Bismith Allingal	Abdul Salim Ali Kunju
Partner	Director	MD & CFO	Director
Membership No. 042082 UDIN 24042082BKABDO5624	DIN 0732519	DIN 08227170	DIN 08279794
	Richa Bhandari Company Secretary ACS 70233		
Place : Mumbai Date : September 04, 2024	Place : Mumbai Date : September 04, 2024		

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

1. Company information

Edayar Zinc Limited (“the Company”) is primarily engaged in the business of manufacturing of zinc and its by-products. The company is a public limited company domiciled in India and incorporated under the provisions of the Companies Act 1956. The registered office of the Company is located at 37/2,Chinar Park, New Town, Rajarhat Main Road, P.O. Hatiara, Kolkata, West Bengal - 700157. The financial statements are approved for issue by the Company’s board of directors on **September, 04th, 2024**

2. Basis of Preparation of financial statements

Compliance with Indian Accounting Standards The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (“Ind AS”) notified under the Companies (Indian Accounting Standards) Rules, 2015 and relevant provisions of the Companies Act, 2013 (“the Act”). The policies set out below have been consistently applied during the year presented. These financial statements for the year ended 31 March 2023 are the financials statements of the Company prepared in accordance with Ind AS.

Historical cost Convention

The financial statements have been prepared under the historical cost convention, as modified by the following:

- Certain financial assets and financial liabilities (including derivative instruments) at fair value;
- Defined benefit plans – plan assets that are measured at fair value; and
- Land included in PPE are measured at Carrying Value

The financial statements are presented in INR, which is also the Company’s functional currency and all amounts are rounded to the nearest Lacs, unless otherwise stated.

3. Summary of significant accounting policies

The financial statements have been prepared using the significant accounting policies and measurement basis summarized below. These were used throughout all periods presented in the financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

3.1 Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The company has identified twelve months as its operating cycle.

3.2 Foreign Currency Initial recognition

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

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 and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Exchange differences

Exchange differences arising on the settlement of monetary items or on reporting such monetary items of Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise. The gain or loss arising on translation of non-monetary items measured at cost is treated in line with the recognition of the gain or loss on the change in the value of the item (i.e., translation differences on items whose gain or loss is recognized in OCI or statement of profit & loss are also recognized in OCI or statement of profit & loss, respectively).

3.3 Fair Value Measurement

The Company discloses fair values of financial instruments measured at amortized cost in the financial statements.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability Or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The Company must be able to access the principal or the most advantageous market at the measurement date.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, Maximising the use of relevant observable inputs and minimising the use of unobservable inputs significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable For assets and liabilities that are recognized in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period. Valuation process and assumption used to measure the fair value of Assets and Liabilities is disclosed.

3.4 Revenue recognition Revenue from sales of goods

Revenue is measured at the fair value of the consideration received or receivable, and represents amounts receivable for goods supplied, stated net of discounts, returns and value added taxes and inclusive of excise duty. The Company recognizes revenue when the amount of revenue can be reliably measured; when it is probable that future economic benefits will flow to the entity; and when specific criteria have been met, as described below.

Revenue from sale of goods is recognized when all the following conditions have been satisfied:

- (a) The company has transferred to the buyer the significant risks and rewards of the ownership of the goods;
- (b) The company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- (c) The amount of revenue can be measured reliably;
- (d) It is probable that the economic benefits associated with the transaction will flow to the company; and
- (e) The cost incurred or to be incurred in respect of the transaction can be measured reliably.

Other Revenue is recognized as follow: Finance Income:

Finance income is recognized as it accrues using the Effective Interest Rate (EIR) method. EIR is the rate that exactly discounts the estimated future cash payment or receipts over the expected life of the financial instruments or a shorter period, where appropriate, to the net carrying amount of the financial asset or liability. Finance income is included in other income in the profit & Loss Account.

Royalty Income:

Royalties is recognized on an accrual basis in accordance with the substance of the relevant agreement.

Dividend

Dividends are recognized in profit or loss only when the right to receive payment is established, it is probable that the economic benefits associated with the dividend will flow to the Company, and the amount of the dividend can be measured reliably.

3.5 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset are included in the cost of that asset. Qualifying asset are asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the statement of profit & loss in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing costs is reduced to the extent of income arising from temporary parking of funds in fixed deposits and mutual funds.

The capitalization of borrowing costs is suspended if there are prolonged periods when active development is interrupted. Interest expense for such period has been charged to statement of profit & loss account.

3.6 Property, Plant and equipment (PPE) Recognition and initial measurement

Freehold land is carried at fair value. All other items of property, plant and equipment acquired or constructed are initially recognized at cost net of recoverable taxes, duties, trade discounts and rebates, less accumulated depreciation and impairment of loss, if any. The cost of Tangible Assets comprises of its purchase price, borrowing costs and adjustment arising for exchange rate variations attributable to the assets, including any cost directly attributable to bringing the assets to their working condition for their intended use. The present value of the initial estimated cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision is met.

Expenditure incurred on assets which are not ready for their intended use comprising direct cost, related incidental expenses and attributable borrowing cost (net of revenues during constructions) are disclosed under Capital Work-in-Progress.

Spare parts are recognized when they meet the definition of property, plant and equipment, otherwise, such items are classified as inventory.

Subsequent measurement (depreciation and useful lives)

When significant parts of plant and equipment are required to be replaced at regular intervals, the company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repairs and maintenance costs are recognized in the statement of profit & loss as and when incurred.

Depreciation on property, plant and equipment (except Office equipment & Transport Equipment) is provided on the straight line method, and others are provided on written down value method, computed on the basis of useful life prescribed in Schedule II to the Companies Act, 2013, on a pro-rata basis from the date the asset is ready to put to use.

The residual values, useful lives and method of depreciation are reviewed at the end of each financial year and adjusted prospectively, if appropriate.

Lease hold land is amortized over the lease period from the date of receipt of advance possession or execution of lease deed, whichever is earlier.

De-recognition

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in statement of profit & loss when the asset is derecognized.

Transition to Ind AS:

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment, recognized as at April 1, 2015 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

3.7 Intangible assets

Recognition and initial measurement

Intangible assets are stated at their cost of acquisition. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

The useful lives of intangible assets are assessed to be finite. Intangible assets are amortized over their useful life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at each financial year end. The intangibles are depreciated on a straight line basis over a period of 5 Years.

The residual values, useful lives and method of depreciation of are reviewed at the end of each financial year and

Adjusted prospectively, if appropriate.

Depreciation and Amortization of the assets commences when the assets are ready for their intended use. Depreciation and amortization ceases when the net book value of the asset is zero or the asset is no longer in use.

Gains or losses arising from derecognizing of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss at the moment that the asset is derecognized.

3.8 Impairment of non-financial assets

Property, plant and equipment and intangible assets with finite life 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 such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

For assets an assessment is made at each reporting period end or whenever triggering event occurs as to whether there is any indication that previously recognized impairment losses may no longer exist or may have decreased. If such indication exists, the Company makes an estimation of the recoverable amount.

A previously recognized impairment loss is reversed only if there has been a change in the estimations used to determine the asset's recoverable amount since the last impairment loss was recognized. If that is the case the carrying amount of the asset is increased to its recoverable amount. That increased amount cannot exceed the carrying amount that would have been determined, net of depreciation, or had no impairment loss been recognized for the asset in prior years.

3.9 Inventories

Raw Materials, Stores and Spares and work in process is valued at lower of weighted average cost (net of Cenvat) and Net Realizable Value (NRV)

Finished Goods have been valued at lower of cost and net realizable value. Cost for this purpose includes direct cost, attributable overheads and excise duty.

By-products are valued at estimated selling price.

NRV is the estimated selling price in the ordinary course of business less the estimated cost of completion and estimated cost necessary to make the sale.

3.10 Trade Receivable

Trade receivables are amounts due from customers for sale of goods or services performed in the ordinary course of business. Trade receivables are recognized initially at fair value. They are subsequently measured at amortized cost using the effective interest method, net of provision for impairment. The carrying value less impairment provision of trade receivables, are assumed to be approximate to their fair values.

3.11 Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand and deposits held at call with banks.

For the purpose of the cash flows statements, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management. In the balance sheet, bank overdrafts are shown within borrowings in current liabilities.

3.12 Financial Instruments

a) Investments and other financial assets

i. Initial recognition and measurement

The Company recognizes financial assets when it becomes a party to the contractual provisions of the instrument. All financial assets are recognized at fair value on initial recognition. Transaction costs that are directly attributable to the acquisition or issue of financial assets, which are not at fair value through profit or loss, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

ii. Subsequent measurement

For purposes of subsequent measurement, the Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortized cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

Debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

Amortized cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt investment that is subsequently measured at amortized cost is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in profit and loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss. Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through profit or loss (FVTPL): Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognized in profit or loss in the period in which it arises. Interest income from these financial assets is included in other income.

Equity investments

The Company subsequently measures all equity investments at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognized in profit or loss as other income when the Company's right to receive payments is established. Changes in the fair value of financial assets at fair value through profit or loss are recognised in the statement of profit and loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Investment in subsidiaries

Investment in subsidiaries is carried at cost less impairment (if any).

iii. Derecognition

A financial asset is derecognized only when:

- i. the rights to receive cash flows from the asset have expired, or
- ii. the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows to one or more recipient

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

iv. Impairment of Financial Assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

The impairment methodology for each class of financial assets stated above is as follows:

Debt investments measured at amortised cost and FVOCI: Debt investments at amortised cost and those at FVOCI where there has been a significant increase in credit risk, lifetime expected credit loss provision method is used and in all other cases, the impairment provision is determined as 12 months expected credit losses.

Trade receivables and lease receivables from customers: The Company applies the simplified approach to providing for expected credit losses prescribed by Ind AS 109, which requires the use of the lifetime expected loss provision for all trade receivables and lease receivables.

v. Offsetting Financial instruments:

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

b. Derivative financial instruments

The Company uses derivative financial instruments, such as forward currency contracts, option contract and cross currency swap, to hedge its foreign currency risks and interest rate risks. Such derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value with changes in fair value recognized in the statement of profit and loss, under financial income or financial cost, in the period when they arise.

c. Share Capital:

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

d. Financial Liabilities

i. Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definition of a financial liability and an equity instrument. An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

ii. Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments.

iii. Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

- 1) Borrowings:** Borrowings are subsequently carried at amortized cost; any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the statement of profit and loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the drawdown occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a pre-payment for liquidity services and amortised over the period of the facility to which it relates.
- 2) Preference shares,** which are mandatorily redeemable on a specific date, are classified as liabilities. The dividends on these preference shares are recognized in profit or loss as finance costs.

Trade and other payable: These amounts represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Trade and payables are subsequently measured at amortized cost using the effective interest method.

2) Financial Guarantee Contracts:

Financial Guarantee Contracts are recognized as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of the amount determined in accordance with IND AS 37 and the amount initially recognized less cumulative amortization, where appropriate.

The fair value of financial guarantee is determined as the present value of the differences in net cash flows between the contractual payments under the debt instruments and the payments that would be required without the guarantee, for the estimated that would be payable to third party for assuming the obligation.

There is a restriction in the agreement executed with the financial instruments for charging of guarantee commission for guarantees given.

iv Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

3.14 Income tax

Income tax expense comprises current and deferred income tax. Income tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

3.14 Employee Benefits

a) Short-term / long term obligations

All employee benefits payable wholly within twelve months of rendering the service including performance incentives and compensated absences 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 are charged off to the Statement of Profit and Loss/ Capital Work-in-Progress, as applicable.

The employee benefits which are not expected to occur within twelve months are classified as long term benefits and are recognised as liability at the net present value.

b) Defined contribution plan

Contributions to defined contribution schemes such as provident fund, Employees State Insurance and Pension Plans are charged off to the Statement of Profit and Loss/ Capital Work-in-Progress, as applicable, during the year in which the employee renders the related service.

c) Defined benefit plan

i) Gratuity:

The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets.

The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using interest rates of government bond and that have terms to maturity approximating to the terms of the related gratuity.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods. Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

ii) Other Long term employee benefits:

The company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognized in the statement of profit or loss in the period in which the absences occur.

The Company has a scheme for payment of Loyalty on retirement to eligible employees. The scheme is unfunded. The expected cost of loyalty obligation is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method. Expense on loyalty obligation is recognized in the statement of profit or loss in the period in which they occur.

3.15 Provisions, contingent liabilities and contingent assets Provisions

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. A present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or reliable estimate of the amount cannot be made, is termed as contingent liability.

Contingent Assets

Contingent assets is disclosed where an inflow of economic benefit is probable.

3.16 Earnings per share

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

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

3.17 Cash flow statement

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

3.18 Critical accounting estimates and judgements

Preparing the financial statements under Ind AS requires management to take decisions and make estimates and assumptions that may impact the value of revenues, costs, assets and liabilities and the related disclosures concerning the items involved as well as contingent assets and liabilities at the balance sheet date. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(a) Impairment of Non-Financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate the cash inflow that is largely independent of those from other asset or group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing the value in use, the estimated future cash flow are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted shares prices for publicly traded subsidiaries or other available fair value indicators.

(b) Impairment of Financial Assets

The impairment provisions for financial assets are based on assumption about risk of default and expected loss rate. The Company uses judgement in making these assumptions and selecting the

inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

(c) Defined benefit obligations

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for post employment plans include the discount rate. Any changes in these assumptions will impact the carrying amount of such obligations.

The Company determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the defined benefit obligations. In determining the appropriate discount rate, the Company considers the interest rates of government bonds of maturity approximating the terms of the related plan liability.

(d) Income taxes

There are transactions and calculations for which the ultimate tax determination is uncertain and would get finalized on completion of assessment by tax authorities. Where the final tax outcome is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

Deferred tax on temporary differences reversing within the tax holiday period is measured at the tax rates that are expected to apply during the tax holiday period, which is the lower tax rate or the nil tax rate.

(e) Recoverability of advances /receivables

At each balance sheet date, based on historical default rates observed over expected life, the management assesses the expected credit loss on outstanding receivables and advances.

3.19 Ind AS 7, 'Statement of Cash Flows

The Ministry of Corporate Affairs has issued the Companies (Indian Accounting Standards) (Amendment) Rules, 2017 (the 'Amendment rules') on 17 March 2017, notifying amendment to Ind AS 7, 'Statement of Cash Flows'.

The amendment to Ind AS 7 introduces an additional disclosure that will enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 4 - PROPERTY, PLANT AND EQUIPMENT AND WORK IN PROGRESS

Particulars	Leasehold land Land	Buildings	Plant and Machinery	Furniture and Fixtures	Motor Vehicle	Total PPE	Capital Work in Progress
As at year ended March 31, 2023							
Gross carrying amount							
As at April 01, 2023	274.74	514.37	170.14	52.62	0.00	1,011.87	364.78
Additions /(Deletion)							-
As at March 31, 2024	274.74	514.37	170.14	52.62	0.00	1,011.87	364.78
Accumulated Depreciation and Impairment							
At at April 01, 2023	0.00	462.69	159.95	50.67	-	673.31	-
Additions /(Deletion)							
Depreciation charged during the period		5.14	0.60	0.00	0.00	5.74	-
As at March 31, 2023	0.00	467.83	160.55	50.67	0.00	679.05	-
Net carrying amount as on March 31, 2023	274.74	46.54	9.60	1.95	0.00	332.83	364.78
As at year ended March 31, 2023							
Gross carrying amount							
As at April 01, 2023	274.74	514.37	170.14	52.62	0.00	1,011.87	364.78
Additions /(Deletion)							-
As at March 31, 2024	274.74	514.37	170.14	52.62	0.00	1,011.87	364.78
Accumulated Depreciation and Impairment							
At at April 01, 2023	0.00	467.83	160.54	50.67	0.00	679.04	-
Additions /(Deletion)							
Depreciation charged during the period	-	5.68	0.60	0.00	0.00	6.28	-
As at March 31, 2024	0.00	473.51	161.14	50.67	0.00	685.32	-
Net carrying amount as on March 31, 2024	274.74	40.86	9.00	1.95	0.00	326.55	364.78

NOTES:

4.1(a) Land includes freehold land having cost of Rs.41.42 Lakhs (Rs.41.42 Lakhs) taken possession for which documentation / registration formalities are being completed.

4.1(b) Furniture and Fixtures include office equipment, the amount of which is not material

4.1(c) The plant was not operational during the entire financial year. However, normal depreciation has been charged to all the assets. The mortgaged assets viz Land & Building, Plant and Machinery including the inventory has been physically taken over by the consortium of banks led by Punjab National Bank in July 2019. The Company has entered into a One Time Settlement with the Banks wherein the OTS will be paid out of sale proceeds of the mortgaged assets. The approval for utilisation of the proceeds in terms of Section 26E of the SARFESI Act 2002 was obtained vide DRT III order dated February 13, 2020 and an agreement has been executed for sale of the movable and immovable plant and machinery and inventory as scrap for value.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO.5 - INTANGIBLE ASSETS

Particulars	Computer Software	Total
As at Year ended March 31, 2023		
Gross carrying amount		
As at April 01, 2023	8.41	8.41
Additions	-	-
As at March 31, 2024	8.41	8.41
Accumulated Depreciation and Impairment		
At at April 01, 2023	8.41	8.41
Depreciation charged during the period	-	-
As at March 31, 2024	8.41	8.41
Net carrying amount as on March 31, 2024	-	-
As at Year ended March 31, 2023		
Gross carrying amount		
As at April 01, 2023	-	-
Additions	-	-
As at March 31, 2024	-	-
Accumulated Depreciation and Impairment		
At at April 01, 2022	-	-
Depreciation charged during the period	-	-
As at March 31, 2023	-	-
Net carrying amount as on March 31, 2023	-	-

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 6 - NON-CURRENT INVESTMENTS

Particulars	Face value	31st March, 2024		31st March, 2023	
		No. of shares/Un	Rupees	No. of shares/Uni	Rupees
Investment in equity instruments (fully paid-up)					
Unquoted					
Others					
Investment in Equity Instruments of Subsidiaries, fully paid up					
50,00,000 (Previous Year 50,00,000 Shares of Rs.10/- each) in R.B.G. Minerals Industries Limited (Provided for write off in FY 2020-21)	10	50,00,000	505.00	50,00,000	505.00
Less:- Provision for diminution in value			(505.00)		(505.00)
			-		-
Investment in Associates					
70% Share in Green Panel Investment LLP			0.70		0.70
Other Investments					
Investment in Equity Instruments of Other Companies, fully paid up					
1,75,000 (Previous Year 1,75,000 Shares of Rs.10/- each) in Kerala Enviro Infrastructure Limited(KEIL) (see note below)	10	1,75,000	17.50	1,75,000	17.50
Total			18.20		18.20
Total Non-Current Investments			18.20		18.20
Aggregate amount of Quoted Investment - At Market Value			-		-
Aggregate amount of Unquoted Investment - At Cost			18.20		18.20
Aggregate amount of impairment in the value of investments			-		-

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 7 - TAX ASSETS (NET)

Particulars	31st March, 2024	31st March, 2023
Unsecured, Considered good		
Advance Tax / TDS	-	234.69
Provision for Income Tax	12.20	(210.10)
Total	12.20	24.59

NOTE NO. 8 - OTHER NON-CURRENT ASSETS

Particulars	31st March, 2024	31st March, 2023
Capital Advances (See note 8.1 below)	244.42	244.42
Provision for doubtful debts	(244.42)	
Total	-	244.42

NOTE No.8.1 - No balance confirmations have been received and as these are due for more than 10 years, the probability of receipt of these funds is not ascertainable and hence the same has been provided as doubtful debts.

NOTE NO. 9 - INVENTORIES - NIL (Previous year NIL)**Note No. 9.1**

The entire inventory has been scrapped . Also refer to note 4.1(c)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 10 - CASH AND CASH EQUIVALENTS

Particulars	31st March, 2024	31st March, 2023
Balances with banks (Refer Note below)		
- in current accounts	3.93	3.93
Cash on hand	0.06	0.06
Total	3.99	3.99

Note:

All the Bank Accounts of the Company have been attached by the Income Tax Department towards recovery of dues in respect of Assessment year 2015-16. Against the demand Company has submitted response to the notice received and the decision is awaited.

The Company is not in possession of the latest bank statements , in absence of the same the transactions if any reflected in the bank statements have not been considered and balances have been carried forward as per books of accounts.

The Company has approached the Banks for confirmation for balance and the same is awaited

NOTE NO. 11 - TRADE RECEIVABLES

Particulars	31st March, 2024	31st March, 2023
Trade Receivables		
(a) Secured, Considered Good		
(b) Unsecured, Considered Good	-	4,632.18
(c) Which has significant increase in credit risk		
(d) Credit impaired		
Total	-	4,632.18

11(i) M/s Finefab Engineering and Constructions entered into a contract with M/s Edayar Zinc Ltd. for the removal of plant and machinery, pursuant to the No Objection Certificate (NOC) issued by the Banking Consortium. To date, the Banking Consortium has issued NOCs for materials totaling INR 6000 lakhs and accordingly, M/s Finefab Engineering and Constructions has removed the permissible plant and machinery against the NOC released by the Bank. As a result, the original contract between M/s Finefab Engineering and Constructions and M/s Edayar Zinc Ltd. Stands closed. There is no due receivable from M/s Finefab Engineering and Construction.

11(ii) The Balance of Rs.4632.18 lakhs receivable from M/s Finefab Engineering and Constructions has been settled against the loan received from Green Panel LLP of Rs. 1223.11 vide confirmation letters dated 21/11/2023 which have been duly recorded and approved in the minutes of the Board of Directors held on 21st November, 2023 and the minutes of the audit committee meetings held on 21st November, 2023.

11(iii) The Consortium of Banks have approved for sale of plant and machinery and inventory as scrap for Rs.6,000 lakhs. The entries have been passed as per the instruction of the Board of Directors of the Company.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

11.1 Trade Receivables Ageing

As at 31st March 2024

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	-	-	-	-	-	-
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	-	-	-	-	4,632.18	4,632.18
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

NOTE NO. 12 - LOANS AND ADVANCES

Particulars	31st March, 2024	31st March, 2023
Unsecured, considered good		
Loans & Advances to Related Parties (Unsecured Considered Good)		
Due from Subsidiary Companies (Refer Note No. 35C)	22.71	22.62
Less Provision for doubtful debts	(18.44)	(18.44)
Due from Subsidiary Companies (Refer Note No. 35C)	4.27	4.18
Total	4.27	4.18

NOTE NO. 13 - OTHER FINANCIAL ASSETS

Particulars	31st March, 2024	31st March, 2023
Deposits	121.18	121.03
Advances Recoverable in Cash or Kind	2,484.31	1,261.20
Considered doubtful - Provided for	(1,261.20)	-
Total	1,344.29	1,382.23

NOTE NO. 14 - OTHER CURRENT ASSETS

Particulars	31st March, 2024	31st March, 2023
Balance with Customs and Excise Authorities (See note 14.	2,208.52	2,208.53
Others (Balance lying with Bank of Baroda Suspense A/c)	1.30	1.30
Balance with Revenue Authorities	-	4.76
Total	2,209.82	2,214.59

Note14.1. As per application for refund of the Cenvat Amount, the Company has filed an application for refund of Rs.2233.25 Lakhs, however the said application was rejected by the CESTAT authorities vide order dated 10th August 2016, against which the company has filed an appeal, the decision for the same is pending.

EDAYAR ZINC LIMITED (formerly Binani Zinc Limited)		FY2023-24			
NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (All amounts in INR lakhs, unless otherwise stated)					
NOTE NO. 15 - EQUITY SHARE CAPITAL					
Particulars	31st March, 2024		31st March, 2023		
Authorised:					
10,00,00,000 (Previous Year 10,00,00,000) Equity Shares Par Value of Rs.10/- per Share	1,00,00,00,000.00	10,000.00	10,000.00		
Total	1,00,00,00,000.00	10,000.00	10,000.00		
Issued, Subscribed and Fully Paid up:					
9,76,18,082 (Previous Year 9,76,18,082) Equity Shares Par Value of Rs.10/- per Share		9,761.81	9,761.81		
Total		9,761.81	9,761.81		
15(i) - RECONCILIATION OF NUMBER OF SHARES					
Particulars	31st March, 2024		31st March, 2023		
	No. of Shares	Amount	No of Shares	Amount	
Number of shares outstanding at the beginning of the year (including immobilised shares of 5,18,53,000)	9,76,18,082	9,761.81	9,76,18,082	9,761.81	
Allotment of Shares during the year				-	
Number of shares outstanding at the end of the year (including immobilised shares of 5,18,53,000)	9,76,18,082	9,761.81	9,76,18,082	9,761.81	
15(ii) - Terms/Rights attached to Equity Shares					
The Company has only one class of equity shares having a par value of Rs.10 per share. However with the shareholders permission 5,18,53,000 shares have been immobilised. These shares are held by Binani Industries Ltd. and they do not carry any voting rights. Except for immobilised shares, all other holders of equity shares are entitled to one vote per share. Dividend, if any, approved is paid in Indian Rupees.					
During the year ended March 31, 2024, the amount of dividend proposed for distribution to equity shareholders is Rs. NIL per share (previous year – Rs. Nil per share)					
In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.					
15(iii) - Details of Shareholders holding more than 5% shares in the Company as at the end of the period:					
Name of Shareholder	31st March, 2024		31st March, 2023		
	% of Voting	No of Shares	% of Voting	No of Shares	
Binani Industries Limited	19.52%	89,35,138	19.52%	89,35,138	
Binani Industries Limited- immobilised shares (does not have voting rights)		5,18,53,000		5,18,53,000	
Mina Ventures Private Limited	65.55%	3,00,00,000	65.55%	3,00,00,000	
Shareholding of Promoters with voting power					
	31st March, 2024		31st March, 2023		Change (%)
	No. of shares held	% held	No. of shares held	% held	
Mina Ventures Private Limited	3,00,00,000	65.55%	3,00,00,000	65.55%	0.00%
Binani Industries Limited	89,35,138	19.52%	89,35,138	19.52%	0.00%
Total	3,89,35,138	85.08%	3,89,35,138	85.08%	0.00%
In the Financial Year 21-22 M/s Mina Ventures Private Limited (MVPL) had exercised their right to conversion of loan of Rs.3000 lakhs extended to the Company into equity at par. M/s Mina Ventures Private Limited had also agreed to meet all the liabilities of EZL including the liabilities towards Banks, Employees, Contract Employees and workers, statutory both present and future without any recourse to Binani Industries Limited in consideration for immobilisation of 5,18,53,000 equity shares of EZL held by Binani Industries Limited (BIL) in terms of voting rights and reducing their holding alongwith their family to less than 15% going forward. MVPL has also agreed to replace the corporate guarantee extended by BIL to the Banks.					
Note 16 : Other Equity					
Particulars	31st March 2024		31st March 2023		
	Reserves and Surplus	Attributable to the equity holders of the parent holding 65.55%	Reserves and Surplus	Attributable to the equity holders of the parent holding 65.55%	
	Retained Earnings		Retained Earnings		
Balance as on 31st March,2024(P.Y. 31st, March 2023)	(25321.65)	(24328.04)	(25282.65)	(24302.48)	
Profit/(Loss) for the year	(1654.30)	(1084.39)	(39.00)	(25.56)	
Other Comprehensive Income for the year	-	-	-	-	
Total Comprehensive Income for the year	(1654.30)	(1084.39)	(39.00)	(25.56)	
Balance as at 31st March 2024(P.Y. 31st March, 2023)	(26,975.95)	(25,412.44)	(25,321.65)	(24,328.04)	

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 17 - CURRENT BORROWINGS

Particulars	31st March, 2024	31st March, 2023
Secured		
Cash Credit from Banks	14,650.27	14,650.27
	14,650.27	14,650.27
Unsecured		
Loans from Related Party	434.12	3,823.34
Loans from Holding company	500.00	500.00
Total	15,584.39	18,973.61

17(a)

Punjab National Bank and Oriental Bank of Commerce (now merged with Punjab National Bank) has declared the account as NPA w.e.f. June 30, 2014 and in case of Punjab & Sind Bank, it was w.e.f. September 30, 2014. Interest on bank loan has not been charged in books from April 01, 2016. The company has entered into an One Time Settlement with the Lenders for Rs.17,500 lakhs payable over a period with interest. The interest payable is backended and no interest is being provided. The exact benefit of the OTS will be recognised upon completion of OTS approved by the consortium of bankers. The timeline approved by the consortium of Bankers for OTS has already lapsed and the Company has approached the bankers for extension of time for which the decision from consortium of bankers is awaited.

Against the application made by the company for change of activity from Zinc Smelting to Industrial cum logistics hub, The Government of Kerala vide GO No. G.O (Tr)No.1169/2022/ID dated November 02, 2022 read with notification No. GO (P)No.309/2023/RD dated December 11, 2023 and clarification letter No.61/F1/2023-IND dated June 22, 2024, the approval for permission to sub-lease the land has been received only for vertical development scheme / logistics projects, however the proposed activity envisaged in the application was for "industrial cum logistics park" which also includes industrial activities other than logistics and vertical development, the approval for which is not specified and hence clarification/specific approval is awaited from the Government for sublet/ underlet or lease out or create any encumbrance of the land. The Government has also communicated their stand on the matter to the Bank and the Banks are also directly having meeting / communication with the Government. The Company is hopeful of completing the OTS as soon as the permission is received for the change of activity and hence has requested the bankers to extend the time specified for completing the OTS.

17(b)

During the year 2023-24 no amount has been paid (previous year 2022-23 NIL), (in 2021-22 an amount of Rs.2975.00 lakhs and in 2020-21 Rs. 2201.00 lakhs and in FY 2019-20 Rs.4300 lakhs)) has been repaid towards the One Time Settlement (Total Amount paid under the OTS Rs.9476 lakhs as of March 31, 2024). As per the DRT order dated August 12, 2016, the Company has paid Rs.323.75 lakhs till March 31, 2019 and the same has been adjusted by the banks against their dues. In addition, the Banks in FY 2019 adjusted the Fixed deposit proceeds of Rs.216.99 lakhs against their dues. The company had requested the Banks to adjust the same against the Principal dues. The OTS has been arrived at after adjusting the amounts paid as per the DRT order.

17(c)

Cash credit / Temporary over draft are secured by paripassu first charge by way hypothecation of the whole of the current assets of the company viz. stocks of raw materials, packing materials, stock in process, semi finished and finished goods, consumables stores and spares export / local bills receivable, book debts, movable plant and machinery, stores and spares relating to the machinery and other movables belonging to the company, both present and future paripassu second charge on the fixed assets of the Company located at Binanipuram, Kerala and by way of Corporate Guarantee of Binani Industries Limited. (Refer note no. 15)

17(d)

Period and amount of default as on the balance sheet date in respect of devolved letter of credit and bank guarantee invoked excluding interest is below:-

Particulars	31st March, 2024 (₹ in lakhs)	Period (In months)
L/C Devolved during 2013-14	4,141.12	109
	4,881.83	109
L/C Devolved during 2014-15	4,581.98	106
	5,401.33	104
	4,645.19	100
B/G Invoked during 2015-16	115.82	90
	16.10	90
	13.63	90
	157.13	90
	20.30	85
	30.30	85
B/G Invoked during 2019-20 (K VAT)	46.13	39

Cash credit of Rs.14650.27 as per books of accounts is net of payments made towards Letter of Credit devolvement and Bank Guarantee invocations (gross amount Rs.24050.86 lakhs) and payment made towards OTS of Rs.9476 lakhs. The balance principal amount payable under the OTS is Rs. 8024 lakhs (Rs.17500 lakhs minus Rs.9476 lakhs). Interest accrued on the OTS of Rs.2544.91 lakhs has not been accounted for and the Company has sought for waiver of the same. The liability towards banks as of March 31,2019 was Rs.24,142.44 lakhs as per books of accounts. The Company arrived at an One time Settlement with the Banks for Rs.17500 lakhs. Consequent reduction in the liability of Rs. 6,642 Lakhs has not been recognised in the books of accounts. The settlement under the OTS and the benefit derived under it will be accounted in the year of completion of OTS.

NOTE NO. 18 - TRADE PAYABLES

PARTICULARS	31st March, 2024	31st March, 2023
Trade Payables (including acceptances & Provis	156.77	156.77
Total	156.77	156.77

Particulars	Amount
(i) Principal amount remaining unpaid to MSME suppliers as on 31st March 2024 ref note no.18(ii) & (iii)	5.58
(ii) Interest due on unpaid principal amount to MSME suppliers as on 31st March 2024 (not recognised in books also refer note below)	-
(iii) The amount of interest paid along with amounts of payment made to the MSME suppliers beyond appointed date	-
(iv) The amount of interest due and payable for the year (without adding the interest under MSME Development Act)	-
(v) The amount of interest accrued and remaining unpaid as on 31st March 2023	-
(vi) The amount of interest due and payable to be disallowed under Income Tax Act, 1961	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. The assets have been taken over by the Banks under Sarfesi and payments are being made as per the DRT –III Mumbai order dated February13, 2020. The MSME creditors are unsecured.	

Note 18.1 Trade Payables Ageing

(Rs.in lakhs)

As at 31st March 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME		-	-	-	-
(ii) Others				151.19	151.19
iii) Disputed dues – MSME	-	-	-	5.58	5.58
(iv) Disputed dues - Others	-	-	-	-	-

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	-	-	-	-
(ii) Others				151.19	151.19
iii) Disputed dues – MSME	-	-	-	5.58	5.58
(iv) Disputed dues - Others	-	-	-	-	-

18 Amount Due to Micro and Small Enterprises

(i) The Company has initiated the process of identifying the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Company could identified two MSME as mentioned in note 18 (ii) (a) and 18 (iii)

(ii)(a) Chemical Process Ltd filed petition before Micro small and medium Enterprises Facilitation Council, Konkan Division under section 18 (1) of Micro, Small and medium Enterprises Development Act 2006 claiming outstanding amount of Rs. 281.72 lacs against the supply of product as per the contract dated 21st June 2013 for "Design, engineering, fabrication, testing, supply, supervision, commissioning assistance of FRP reactor for Tamzinco Project. BZL filed reply before the Facilitation Council on the ground that BZL is a sick company and its case is registered with the BIFR. BZL further stated that protection under section 22 (1) of SICA is available immediately after registration of reference with BIFR. Since BZL proceedings are still pending with BIFR, proceedings under Micro, Small and medium Enterprises Development Act 2006 can only be initiated with prior consent from BIFR or the appellate authority. This was turned down. The Supreme Court has held that any registration obtained under the Act can only be applied prospectively to seek the benefits of the Act. It has further categorically held in the case of Silpi Industries Vs Kerala State Road Transport Corporation that the seller/supplier ought to have registered under the provisions of the Act as on the date of entering into the contract with the buyer for the purpose of taking the benefit of the provisions of the Act. With this, the position that the requirement of registration under the Act is mandatory stands settled.

(ii)(b) M/s Chemical Process Equipments Pvt Limited an MSE had approached Micro and Small Enterprises Facilitation Council, Mumbai Region, Directorate of Industries, Government of Maharashtra for their claims and the latter has vide their order dated January 10, 2018 ordered the Company that "Respondent is required to pay to the Petitioner Rs. 281.72 lakhs including interest on each and every due amount of the invoice when become payable after deduction of 30 days till the realization of the amount to the Petitioner." As banks have taken action under SARFESI and is under symbolic possession of the Banks w.e.f 21st July 2016 and physical possession from 23rd July 2019, no interest has been charged or considered in the Profit and Loss Accounts statements.

(iii) LADCO Galvanizers Pvt Limited has filed case with MSME counsel having registered office at SIPCOT. The amount outstanding is Rs. 5.58 lakhs as per our books of accounts. However they have claimed an outstanding of Rs. 5.62 lacs and interest of Rs. 4.69 lacs. matter is sub-judice. As banks have taken action under SARFESI and is under symbolic possession of the Banks w.e.f 21st July 2016 and physical possession from 23rd July 2019, no interest has been charged or considered in the Profit and Loss Accounts statements

The Hon'ble Supreme Court has held that any registration obtained under the Act can only be applied prospectively to seek the benefits of the Act. It has further categorically held in the case of Silpi Industries Vs Kerala State Road Transport Corporation that the seller/supplier ought to have registered under the provisions of the Act as on the date of entering into the contract with the buyer for the purpose of taking the benefit of the provisions of the Act. With this, the position that the requirement of registration under the Act is mandatory stands settled

NOTE NO. 19 - OTHER FINANCIAL LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Security Deposit	61.48	61.48
Creditors for Capital Goods	288.22	288.21
Advance from Customers	80.79	80.79
Retention Money Received (refer Note No.18)	265.10	265.10
Others	604.63	610.69
Liabilities towards Employee's / Contract workers dues (see note 19.1 below)	1,454.69	1,454.68
Total	2,754.90	2,760.95

NOTE NO. 19.1

The PF department has vide mail dated January 30, 2024 has informed that "it has initiated legal action under section 14 of EPF & MP Act 1952 and recovery action under Section 8B to 8G of EPF and MP Act 1952 will be initiated without further notice." and has demanded payment of EDLI charges of Rs.2.09 lakhs with interest of Rs.0.94 lakhs aggregating to Rs.3.03 lakhs. Upon receipt of the notice EZL the Company has paid Rs.1.51 lakhs so far. As the Company has already closed operations in 2014 and the same has been communicated to the EPFO authorities vide mail dated 5th June 2024, the unpaid amount of Rs.1.52 lakhs is being disputed by the Company (also shown under disputed liabilities)

The company has entered into settlement with the workers vide agreement dated February 06, 2018 read with the Addendum dated 16/03/2020 for a consolidated amount of Rs. 2724.04 lakhs with applicable interest. Against this amount the Company has paid Rs.1361 Lakhs as of March 31, 2024

The company is in receipt of a settlement agreement with contract laborers duly signed by the District Labour Officer and district Conciliatory Officer dated April 11, 2018 for an amount of Rs 2 crore; the payment for which falls due within 120 days from the date of the settlement agreement and delay in payment shall attract interest @ 7% p.a. till the date of payment. Against this amount the Company has paid Rs.99.25 Lakhs as of March 31, 2024 .

NOTE NO. 20 - OTHER CURRENT LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Other Liabilities - Refer note 20(a)	1,031.61	915.50
Total	1,031.61	915.50

20(a) - OTHER LIABILITIES

Particulars	31st March, 2024	31st March, 2023
Customs Duty on Zinc Concentrate	475.19	475.19
Liability on account of claim raised by DGFT	116.03	0.00
Other Statutory Dues (refer note 60)	440.39	440.31
Total	1,031.61	915.50

NOTE NO. 21 - PROVISIONS

Particulars	31st March, 2024	31st March, 2023
Provision for Employee Benefits (Management Staff)		
- Provision for leave encashment (unfunded)	29.64	29.64
-Provision for gratuity (unfunded)	255.00	255.00
- Provision for Loyalty	218.72	218.72
Total Provision	503.35	503.35
Less: Employee Benefits paid	(40.58)	(36.12)
	462.77	467.24
Provision for Other Liabilities	2,685.80	2,685.80
Total	3,148.56	3,153.02

NOTE NO. 21(a)

The Company has not operated the plant since November 27,2014 onwards. An application for closure of the plant was made to the Government of Kerala on June 12, 2015 and the same was rejected without granting us an opportunity to be heard. On October 16, 2015, the Labour secretary rejected the review petition filed under Section 25(O)(5) of the Industrial disputes Act, 1947. Consequently, the Company filed a writ Mandamus in High court of Kerala seeking directive to refer the matter for adjudication. Under the circumstances, the entire provisions for employee benefits have been classified as short term liability. Some of the employees have filed a case for payment of their full and final dues. During the year the Company has paid to management staff Rs.4.47 lakhs (PY FY 2023 Rs. 5.26 Lakhs). The total amount paid towards dues of of management staff is Rs.40.58 lakhs (upto FY 2023 Rs.36.12 lakhs)

The management staff have obtained a court order attaching the 34 acre land (which was already sold to Rhea Realtors by the Company refer Note No. 47) and have prayed for payment with interest @ 12% p.a. The Company approached the court for mediation but the same failed and the matter is still sub-judice.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 22 - REVENUE FROM OPERATIONS

Particulars	31st March, 2024	31st March, 2023
Sale of Products - Refer NoteNo. 22(a), (b) & ©		
Total	-	-

NOTE NO. 22 (a)

In the matter of Kerala state Pollution control Board, High Court of Kerala State Pollution Control Board order dated March 27,2019 constituted a committee with the district collector at the helm of affairs and removal of all hazardous materials is being done in a phased manner. A detailed report shall be filed as to steps taken in this regard by the Pollution control Board. (also see Note 22(c))

NOTE NO. 22(b)

For the year 2017-18 sale of Sulphuric acid and waste oils was effected pursuant to Kerala State Pollution Control Board order No PCB/ESC/CO-11/07 dated February 25,2017 directing the sales/ disposal of certain materials including Sulphuric acid, diesel oils etc. In terms of the said order, the Company sold Sulphuric acid and waste oils and the proceeds has been recognized as income in the books of 2017-18.

NOTE NO. 22(c)

Pursuant to the order dated December 06,2018, of the honorable High court of Kerala, Ernakulam, in respect of WP © No. 22772 of 2018, the Kerala State Pollution control Board (KSPCB) has sold

- a. 2792.79 MT of Zinc Sulphate Solution (Strong), 623 .53 MT of Zinc Sulphate (Weak) and 275.69 MT of Zinc Sulphate Crystals amounting to Rs. 187.29 Lakhs plus GST of Rs. 33.71 Lakhs (Total Sales of Rs. 221 Lakhs) in 2019-20.
- b. 1171.39 MT of zinc sulphate solution (strong) and 250 kg of copper sulphate amounting to Rs. 70.32 lakhs plus GST of Rs.12.66 lakhs (Total sales of Rs.82.98 lakhs) in 2018-19.

Bill has been issued by KSPCB and separate GST number in the name of KSPCB has been obtained. The sale proceeds have been deposited by KSPCB in a separate account opened by them in their name. Pending receipt of necessary documents / complete information from them, we have not recognized sale of goods in FY 2018-

Sold to	Total (including GST) Rs. Lakhs	GST
M/s Shreesakthi Sulphates	73.89	11.21
M/s ICMC Corporation	232.35	35.44
M/s Sulfozyme Agro (I) Private Limited	0.05	0.00
Board's Deposit	0.10	0.00
Total	306.40	46.64

in response to the RTI application made by the Company, the KSPC Board has confirmed that it has spent Rs.19.06 lakhs in respect of removal of chemicals from Edayar Zinc Limited and Rs.1054 in bank charges till 13th November 2020. After taking this amount, the balance as of the date of the letter is Rs.2,40,68,222.66 (Rupees Two crore forty lakhs sixty eight thousand two hundred and twenty two and paise sixty six only). This amount is kept in an account opened under Head Disaster Management Edayar Zinc Limited.

NOTE NO. 23 - OTHER INCOME

Particulars	31st March, 2024	31st March, 2023
Interest Income from Banks	0.11	0.04
Total	0.11	0.04

NOTE NO. 24 - CHANGES IN INVENTORIES OF RAW MATERIALS, WORK-IN PROCESS, FINISHED GOODS & STORES & SPARE PARTS (Refer Note No 9) NIL

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

FY2023-24

NOTE NO. 25 - EMPLOYEE BENEFIT EXPENSES

Particulars	31st March, 2024	31st March, 2023
Salaries and Wages	0.55	0.95
Total	0.55	0.95

NOTE NO. 25(a)

The company has entered into settlement with the workers vide agreement dated February 06, 2018 read with the Addendum dated 16/03/2020 for a consolidated amount of Rs. 2724.04 lakhs with applicable Interest. Against this amount the Company has paid Rs.1361 Lakhs as of March 31, 2024

NOTE NO. 25(b)

The company is in receipt of a settlement agreement with contract laborers duly signed by the District Labour Officer and district Conciliatory Officer dated April 11, 2018 for an amount of Rs 2 crore; the payment for which falls due within 120 days from the date of the settlement agreement and delay in payment shall attract interest @ 7% p.a. till the date of payment. Against this amount the Company has paid Rs.99.25 Lakhs as of March 31, 2024 (forming part of note no.19)

NOTE NO. 25(c)

Managerial staff have been retrenched as on July 31, 2015. Retrenchment compensation has been provided in the books. Against this amount the Company has paid Rs.83.68 Lakh as of March 31, 2024 (PY Rs.79.22 lakhs)

NOTE NO. 26 - FINANCE COST

Particulars	31st March, 2024	31st March, 2023
Other Borrowing Costs	-	-
Bank Charges	-	-
Total	-	-

NOTE NO. 27 - DEPRECIATION AND AMORTISATION EXPENSES

Particulars	31st March, 2024	31st March, 2023
Depreciation on Tangible Assets	6.28	5.74
Depreciation on Intangible Assets	-	-
Total	6.28	5.74

NOTE NO. 28 - GENERAL, ADMINISTRATION AND OTHER EXPENSES

Particulars	31st March, 2024	31st March, 2023
Office Expenses	1.22	8.35
Advertisement Exp.	0.79	0.87
Interest on TDS / KVAT	0.10	0.06
Printing & Stationary Expenses	0.14	0.34
KITCO PROJECT REPORT EXPENSES	0.00	4.85
INTERNAL AUDIT FEES	0.80	0.00
Professional Fees	1.46	4.80
Legal Fees	0.00	4.30
Water Charges	0.00	0.00
Filing and Registration Fees	1.59	1.13
Telephone Expenses	0.00	0.50
Travelling and Conveyance Expenses	0.01	0.03
Interest Payable on DGFT Amesty	29.40	0.00
Duty Payable to DGFT Under Amesty	86.63	0.00
Provision for doubtful debts	1,505.62	0.00
Income Tax Paid on Assessments	0.00	0.00
Sundry Balances Written Off	6.43	0.00
A	1,634.19	31.85

EDAYAR ZINC LIMITED**NOTE NO. 28(i) - AUDITOR'S REMUNERATION**

Particulars	31st March, 2024	31st March, 2023
Payment to Auditors		
Statutory Auditors		
a) Audit Fees	1.00	0.50
B	1.00	0.50
Total (A + B)	1,635.19	67.80

NOTE NO. 28(iii)

In the financial year 2017-18, KSEB has raised a demand vide letter dated 19/02/2018 for payment of Rs.4935 lakhs being arrears of electricity charges w.e.f. April 2014. The Company was also eligible for a refund of Rs. 22.92 lakhs based on Government of Kerala refund of Electricity Duty Order No. GO(Ms.) No.10/2016/PD dated 22/04/2016. KSEB was to correct the bills and accounts consequent upon High Court Order dated 25th March 2013 (WA No. 336 of 2010). The Company has requested for reduction in the contract demand in February 2015 for reduction to 1500 KVA and thereafter requested for further reduction to 300 KVA pursuant to the spot inspection done by KSEB in October 2015. The Kerala Electricity Supply code, 2014 contains provisions for disposal of application for reduction of contract demand in a time bound manner i.e. 45 days in case of EHT connection. Regulation 60 of the said code also states that if the applicant fails to avail supply due to reasons beyond its control, the applicant shall not be liable to pay any compensation or charges for such failure. KSEB's letter dated 05/04/2016 stated As per Regulation in Supply Code 2014, the licensor is bound to reduce the Contract Demand as requested by the consumer. The KSEB has already directed the agreement authority to reduce the Contract Demand and the compliance from the agreement authority in this regard is not received till date. Thereafter the bills already issued will be revised and the excess payment made if any, will be adjusted in the arrears. Due to reasons beyond the control, the Company could not operate the plant and therefore could not utilize the contract demand. Therefore the Company should not be held liable for fixed component of the contract demand. The charges on the contract demand are penalty in nature. The Company has requested KSEB to withdraw the same from the month of February 2015 Kerala State Electricity Board have been raising electricity bills based on minimum payable contract demand (75% of 18mva) even though the plant has been shut since November 2014. The Company has made written representations before the Board to reduce the contract demand to 1.5mva from February 2015 and has been paying based on minimum payable of this contract demand from July 2015 onwards. KSEB has appointed a committee to study the matter which has recommended relaxation of CD as 300kva. Company therefore submitted fresh application in December 2015. The Company has been effecting payments based on 300kva CD. KSEB has given a written confirmation that bills will be reworked as soon as they complete their internal procedures. KSEB has raised a demand vide letter dated 19th February 2018 for payment of Rs.49,35,29,508/- being arrears of electricity charges w.e.f. April 2014. The notice states that in case the amount is not paid on or before March 24, 2018, supply shall be dismantled without any further notice. There is a cash deposit of Rs. 708 Lakhs in October 2017 bill apart from Cash deposit in "bund pump" bill of Rs. 1.17 lakhs. It is however, not clear as to whether or not KSEB has adjusted the amount especially when we have shifted to LT from EHT. Refund of Electricity Duty was approved as per Government of Kerala GO (Ms.) No.10/2016/PD dated April 22, 2016 of Rs.22.92 lakhs. High Court vide Order dated 25th March 2013 (WA No.336 of 2010) stated that installation of additional rectifier and consequent no increase in the contract demand as rectifier is only a power transmitting equipment. Accordingly, KSEB was to revise the Bills for the period June 2004 till March 2013. Pending reconciliation / clarification / refund from KSEB, the income / demand has not been recognized in the books of accounts. The Company vide its letter dated 28th November, 2018 raised a counter claim of Rs. 642 Lakhs to KSEB.

Against the Writ Petition filed by the Company, the High Court of Kerala vide order dated November 26, 2020, ordered an interim stay upon payment of Rs. 529 lakhs. This amount has been paid. The matter is sub-judice. Also refer note 41 & 41.1.

KSEB was to correct the bills and accounts consequent upon High Court Order dated 25th March 2013 (WA No. 336 of 2010).

The Company has requested for reduction in the contract demand in February 2015 for reduction to 1500 KVA and thereafter requested for further reduction to 300 KVA pursuant to the spot inspection done by KSEB in October 2015.

The Kerala Electricity Supply code, 2014 contains provisions for disposal of application for reduction of contract demand in a time bound manner i.e. 45 days in case of EHT connection. Regulation 60 of the said code also states that if the applicant fails to avail supply due to reasons beyond its control, the applicant shall not be liable to pay any compensation or charges for such failure.

KSEB's letter dated 05/04/2016 stated " As per Regulation in Supply Code 2014, the licensor is bound to reduce the Contract Demand as requested by the consumer. The KSEB has already directed the agreement authority to reduce the Contract Demand and the compliance from the agreement authority in this regard is not received till date. Thereafter the bills already issued will be revised and the excess payment made if any, will be adjusted in the arrears."

Due to reasons beyond the control, the Company could not operate the plant and therefore could not utilize the contract demand. Therefore the Company should not be held liable for fixed component of the contract demand. The charges on the contract demand are penalty in nature. The Company has requested KSEB to withdraw the same from the month of February 2015

Kerala State Electricity Board have been raising electricity bills based on minimum payable contract demand (75% of 18mva) even though the plant has been shut since November 2014. The Company has made written representations before the Board to reduce the contract demand to 1.5mva from February 2015 and has been paying based on minimum payable of this contract demand from July 2015 onwards. KSEB has appointed a committee to study the matter which has recommended refixation of CD as 300kva. Company therefore submitted fresh application in December 2015. The Company has been effecting payments based on 300kva CD. KSEB has given a written confirmation that bills will be reworked as soon as they complete their internal procedures.

KSEB has raised a demand vide letter dated 19th February 2018 for payment of Rs. 49,35,29,508/- being arrears of electricity charges w.e.f April 2014. The notice states that in case the amount is not paid on or before March 24, 2018, supply shall be dismantled without any further notice. There is a cash deposit of Rs. 7.08 crore in October 2017 bill apart from Cash deposit in bund pump bill of Rs. 1.17 lakhs It is however, not clear as to whether or not KSEB has adjusted the amount especially when we have shifted to LT from EHT. Refund of Electricity Duty was approved as per Government of Kerala GO (Ms.) No.10/2016/PD dated April 22, 2016 of Rs. 22.92 lakhs. High Court vide Order dated 25th March 2013 (WA No.336 of 2010) stated that installation of additional rectifier and consequent no increase in the contract demand as rectifier is only a power transmitting equipment. Accordingly, KSEB was to revise the Bills for the period June 2004 till March 2013. Pending reconciliation / clarification / refund from KSEB, the income / demand has not been recognized in the books of accounts.

The Company vide its letter dated 28th November, 2018 raised a counter claim of Rs. 6.42 Crores to KSEB.

In Pre-1982 concession judgement dated March 08, 2019 of the High court of Kerala, the High Court of Kerala has allowed the appeal filed by the Company reserving the rights of KSEB to issue fresh bills for the old smelting furnace if and only if the consumption readings are available separately. The Company had remitted the current charge amount for the period January 1987 to December 1991 at concessional rate. The current charges for the old smelting furnace for the period January 1987 till December 1991 at normal tariff as per the old smelting furnace readings aggregated to Rs.19,56,475/-. KSEB had levied interest on the same and has demanded Rs. 1,23,99,226 (including interest of Rs.1,04,42,751/-) as of December 04, 2021. KSEB has demanded remittance on or before January 30, 2022.

As the demands of KSEB is already sub-judice no payment has been paid. The Company has made a provision of Rs. 15 Crore for the KSEB/ other likely demands.

a) KSEBL claim was contested in the High Court, and the entire payment of INR 529 lakhs as per the interim order of the High Court is fully paid to the KSEBL, and a stay has been secured against revenue recovery.

b) Based on the litigation pending before the National Green Tribunal(NGT), in which M/S Edayar Zinc Ltd. along with Kerala Pollution Control Board and National Green Tribunal South Zone, is a respondent, NGT has directed to constitute a Joint Committee comprising representatives from the Central Pollution Control Board (CPCB), Kerala State Pollution Control Board (KSPCB), a scientist from Kerala Agricultural University, and a senior soil conservation officer, to investigate and ascertain the following aspects:

1. Soil Contamination: The committee is determining if the respondent company's activities have led to soil contamination in nearby agricultural lands.

2. Regulatory Compliance: The committee is assessing whether the respondent company is adhering to the conditions set by regulators in the consents or clearances granted to them.

3. Industrial Waste Handling: The committee is examining if the industrial waste generated during the company's manufacturing process is being managed in accordance with hazardous substance disposal rules.

4. Continued Pollution: Whether any of the past activities of the respondent company still continues, which results in continuous pollution causing contamination of that area, and if that be the case what is the extent of the contamination caused on account of contribution if any, made by the activities of respondents, what is the nature of remediation of action to be taken up for the purpose of remedying the situation in that area and what is the quantum of compensation that has to be realized from the person responsible for such contribution of taking into account of the nature of violation committed by them and polluted activity that has been produced on account of their operational methods in running the industry.

This matter was subjudice, pending final direction from the National Green Tribunal as of March 31,2024. On July 18,2024 the NGT has ordered that there are orders already passed by the Hon'ble High Court of Kerala (Ernakulam) wth periodical monitoring compliance and hence no separate orders need to be passed and that the Original Application by M/s Mohammed Iqbal (OA No.143 of 2020 and OA No.182 of 2021) are closed and that in view of the disposal of the OA of 143 of 2020, IA No.99 of 2022 is also disposed off.

In the High Court of Kerala at Ernakulam (WP© No.22772 of 2018(S), the Court had ordered for removal of hazardous substances and other waste materials failing which a sum of Rs.10,000 (Rupees ten thousand) per day was leviable in the account of the Juvenile Justice Balanidhi Account. The Company has removed the hazardous substances. Except jarosite to be moved from Pond 1, Pond 2, Pond 3 to Pond No.4. As informed to us. The report of Kerala Pollution Control Board is expected to be submitted to the court shortly.

EDAYAR ZINC LIMITED**NOTE NO. 28(iv)**

In the matter of writ filed by Mr. P E Shamsudheen in which the Kerala High Court on 4th January 2016 passed interim order against shifting of plant, machineries and equipment from factory till disposal of writ petition. Mr. P E Shamsudheen has vide Order dated 27th March, 2019 withdrawn the petition.

Kerala Water Authority has demanded payment of the following:-

Particulars	Amount (Rs.)
Deposit for supplying of water to existing residences (516 in number) in ward No. 15 of Kadungallor Panchayat as per agreement dated 9 th March 2005. (Net of deposit of Rs. 16,02,635 vide cheque dated 8/8/2006 of South Indian Bank)	35,98,645.00
Incremental deposit as per revision of water charges for 10KL for 516 connections for the period October 2010 till march 2018*	9,28,800.00
Dues for water connection upto February 15, 2018	8,31,139.00
Additional demand of kadungaloor Panchayat as discussed in meeting dated 28 th December 2017 where the beneficiaries are increasing the number of beneficiaries to 550 from 516	6,85,440.00
Additional deposit for future tariff increases	52,01,280.00
Pending water dues of 516 families after deduction of payment by Company till November 2017	21,44,523.00
Total	1,33,89,827.00

* Delay in deposit of this amount would entail payment of Rs.10,320 per month.

1. The company has already paid for the deposit of water charges for supply of 10KL per month for 540 houses in Edayar Kadungalloor Panchayat ward No.28 (former ward No.15). Total amount paid as deposit is Rs. 31.56 lakhs. The amount has been reconciled with the Kerala Water Authority.

2. During the Financial Year 2020-21, the Company paid Rs. 11 lakhs (arrived at after considering the deposit of Rs.31.56 lakhs which was missed to be recognized by the KWA) to the Kerala Water Authority and presently there is nothing due as on date.

3. The incremental deposit for water in excess of 10 KL per month will be claimed by the KWA from the beneficiaries.

NOTE NO. 29

RBG Minerals Industries Limited was formed for the purpose of setting up a beneficiation plant and extraction of lead, copper and zinc concentrates. The Company had an underlying MOU with the Rajasthan and Gujarat Government for transfer of Deri and Ambaji mines in 2021. The Company took Basantgarh mine on lease from RSMML and had been paying dead rent. The Gujarat and Rajasthan Government have not transferred the mine in the name of the Company.

With the new mining policy in place the chances of transferring of mines by the Government seems unlikely. RSMML is also following up to settle /pay the overdue dead rent dues of Rs.7 lakhs and surrender the mine. Given the position, the diminution in the value of investment in the subsidiary has been provided for.

Note No. 30 Earnings Per Share (Basic/Diluted) - Before Excluding Extraordinary Items

Particulars	31st March, 2024	31st March, 2023
Loss for the year as per Statement of Profit and Loss (Rs Lakhs)	(1,654.30)	(38.50)
Share Capital at the close of the year	9,76,18,082	9,76,18,082
Weighted Average number of Equity Shares of Rs.10/- each (fully paid)	9,76,18,082	9,76,18,082
Earnings Per Share (Basic)	(1.69)	(0.04)
	(1.69)	(4.07)

NOTE NO. 31

Bankers led by Punjab National bank have taken physical possession of the following mortgaged assets on 23rd July, 2019.

Land and Building and Plant and Machinery situated at Edayar Zinc Limited including an extent of 95.34 acres of land in Binanipuram, Kadungaloor Village Parur Taluka, Ernakulam District admeasuring area of Land :- 95.34 acres Industrial Building admeasuring area 117483 sq. meters along with inventory and current assets

NOTE NO. 32

Company has filed Insurance Claim before the consumer dispute Kerala State Commission against Oriental Insurance Co. Ltd. seeking order directing Oriental Insurance to pay an amount of Rs. 71.12 lakhs.

Oriental insurance company rejected Company's claim citing non-disclosure of material facts by Company ie. Non-disclosure that DG set was old. Company's contention is that Company have asked Oriental Insurance Co. Ltd to cover the existing DG set .

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 33

In respect of capital goods imported at concessional rate of duty under the EPCG Scheme, the Company received notice no. DRI/BZL/CHN/SCN-08/2016 from DRI dated 29/11/2016 for an export obligation of Rs. 965.02 lakhs which is required to be met at different dates before November 2019. In the event of non-fulfilment of the export obligation, the Company will be liable to refund the availment of concessional customs duties and penalties as applicable. The DRI authorities had come to the plant and seized the imported capital goods which was in carton, which is included in CWIP.

DRI vide order dated 01/02/2018 have ordered payment due of Rs. 1.95 crore as follows which would be made good by enforcing the Bond executed at the time of clearance of the consignment. The value of bonds issued at the time of Import is Rs. 1.32 crore (see break-up below). This apart, the goods imported of value Rs. 3.65 crores have been confiscated.

CALCULATION OF PENALTY UNDER DRI ORDER dated February 01, 2018

	Rs.	Rs.
Rejection of Concessional duty		86,63,267.00
Interest from date of clearance of consignment		
Date of Licence (considered as date of BoE)	41,497.00	
Balance Sheet date	3/31/2019	
Interest from date of clearance of consignment	0.18	
Interest Amount		84,12,151.00
Fine		30,00,000
Penalty		10,00,000
Total payable under the DRI order (EPCG)		2,10,75,418
Bonds Issue in favour of President of India		
Bond dated		
25th February 2014	65,12,000	
17th April 2014	58,16,000	
28th November 2013	8,86,000	1,32,14,000

Vide order dated February 24, 2021 the office of Directorate of Foreign and General Trade has levied a fiscal penalty of Rs. 50 lakhs. The Company has filed an appeal with DGFT Bangalore for setting aside the order and waiver of penalties. The Company has also made application under the amnesty scheme. The Department of Revenue, Board of Taxes and Customs vide letters dated 29/02/2024 & 23/03/24 have stated that in accordance with the note received from the License cell and Assistant Commissioner, Nedumbassery, Cochin that the payment under amnesty scheme against the EPCG Licence No.1030002551 dated November 08,2013,1030002552 dated Nov 08, 2013 and Licence No.1030002553 dated November 11, 2013 is Rs. 1,16,03,039 (Rupees One crore sixteen three thousand and thirty nine only) and the same is payable before March 31,2024. The duty forgone including interest is Rs.10,07,153.20 (Rupees ten lakhs seven thousand one hundred and fifty three and paise twenty) on the assets are under Sarfesi, Company has sought time for payment. The Company has provided for the same 2023-24.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 34- ASSETS PLEDGED AS SECURITY

The carrying amounts of assets pledged as security for current and non-current borrowings are:

Particulars	31st March, 2024	31st March, 2023
Current (Second charge/ Exclusive Charge)		
Financial Assets		
First Charges		
Cash and cash equivalents	3.99	3.99
Other Bank balances	-	-
Loans	4.27	4.18
Other financial assets (Net of provisions for doubtful)	1,344.29	1,382.23
Other current assets	2,209.82	2,214.59
Non Financial Assets		
Inventories	-	-
Total current assets pledged as security	3,562.37	3,604.99
Non-Current (Second charge/ Exclusive Charge)		
First Charges		
Assets held for sale (scrap)	1,178.00	1,178.00
Factory Land (95.34 Acres) *	29.69	29.69
Buildings, Plant & Equipments & Furnitures *	51.81	58.09
Total non-current assets pledged as security	1,259.50	1,265.78
Total assets pledged as security	4,821.87	4,870.77

* The Company had given third party first charge on Fixed Assets in favour of EXIM Bank of India who is lender to Binani Industries Limited (Holding company) for the loan of Rs. 31670.17 lakhs (outstanding as on March 31, 2018). Binani Cement Limited another subsidiary of Binani Industries Limited has also given corporate guarantee for the said facility. Exim Bank invoked the guarantee of Binani Cement Limited and as per the NCLAT order dated 14th November 2018, Exim Bank of India was paid off by Ultratech Nathdwara Cement Limited (Formerly known as Binani Cement Limited). The Guarantees no more exist.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 35 - RELATED PARTY DISCLOSURE AS PER AS 18 ISSUED UNDER ACCOUNTING STANDARD RULES 2006 (AS AMENDED)**A) Names of Related Parties and description of relationship:****a) Holding Company :** Mina Ventures Private Limited w.e.f. March 04, 2022

M/s Mina Ventures Private Limited has exercised their right to conversion of loan of Rs.3000 lakhs extended to the Company into equity at par. M/s Mina Ventures Private Limited has also vide letter dated 3rd March, 2022 agreed to meet all the liabilities of EZL including the liabilities towards Banks, Employees, Contract Employees and workers, statutory both present and future in consideration for immobilisation of equity shares of EZL held by Binani Industries Limited in terms of voting rights and further reducing their holding including holding of family to less than 15%.

Accordingly, the shareholding of the Company stands as below:-

Name of Shareholder	% of Voting	No of Shares
Binani Industries Limited (PY No.of Shares 89,35,138 voting 19.2)	19.52%	89,35,138
Binani Industries Limited- immobilised shares (does not have voting rights) (PY 51853000)		5,18,53,000
Mina Ventures Private Limited (PY 3,00,00,000 Voting 65.55%)	65.55%	3,00,00,000

b) Subsidiaries : R.B.G. Minerals Industries Limited (WOS), Green Panel Investment LLP (70%) is associate**c) Fellow Subsidiaries (including step down subsidiaries) :**

Nil

d) Key Management Personnel & Enterprises where Promoters have got significant influence:

Mohammed Bismith Allingal-R.B.G. Minerals Ind. Ltd., Edayar Zinc Ltd., Serafic Developers and Traders Pvt. Ltd., Green Panel Investment LLP.

Mr. Mohammed Bismith Allingal Managing Director, CFO wef 16th March, 2022, Ms.Richa Bhandari Company Secretary w.e.f January 05, 2024.

e) Directors:

Name of Directors	Designation	Period
Mr. Mohd. Bismith Allingal	Managing Director & CFO	w.e.f. 16.03.2022
Mr. Abdul Salim Ali Kunju	Director	w.e.f 26.03.2021
Mrs. Shahina Kalla	Director	w.e.f. 16.03.2022
Mr. Vargis Jacob	Director	w.e.f. 03.01.2022
Mrs. Visalakshi Shridhar	Director	w.e.f. 04.03.2022
Mrs. Richa Bhandari	Company Secretary	w.e.f. January 05, 2024
Mr. Pravin Prakash Pandye	Company Secretary	till July 29, 2023

Particulars	31st March, 2024	31st March, 2023
B) TRANSACTIONS		
Directors Sitting Fees		
Mr. Abdul Salim Ali Kunju	0.00	0.00
Mrs. Shahina Kalla	0.00	0.00
Mr. Vargis Jacob	0.00	0.00
Mrs. Visalakshi Shridhar	0.00	0.00
Service Charges Expenses		
- Triton Trading Company Limited	0.00	0.00
- Binani Industries Limited	0.00	0.00
Loans & Advances Paid / Repaid / Received		
- Loans and advances given to R B G Minerals Industries Ltd	0.09	0.07
- Loans and Advances from Green Panel Investment LLP	3,429.26	3,245.03
Allotment of Shares to Mina Ventures Pvt. Ltd.	3,000.00	3,000.00

Particulars	31st March, 2024	31st March, 2023
C) <u>BALANCES AS ON 31.03.2024</u>		
<u>Assets:</u>		
Investment in Equity		
- R B G Minerals Industries Ltd (refer Note No.6)*	500.00	500.00
Investment in Associates		
- Green Panel Investment LLP	0.70	0.70
- Other Financial Asset- Green Panel Investment LLP - (net)	1,223.11	0.00
Accrued Interest on ICD		
- Binani Industries Limited	0.00	0.00
Short Term Loans & Advances Given		
- R B G Minerals Industries Ltd	4.27	4.18
<u>Liabilities:</u>		
Current Borrowings (Unsecured)		
- Binani Industries Limited**	434.12	434.12
- Green Panel Investment LLP	0.00	3,389.22
- Mina Ventures Private Limited	500.00	500.00

* Gross of Provision for dimunition in value of investments

** Ceased to have significant influence w.e.f. March 04th 2022 consequent upon immobilisation of voting rights for 5,18,35,000 shares.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 36 - FAIR VALUE MEASUREMENTS**Financial instruments by category**

Particulars	31st March, 2024			31st March, 2023		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
Financial Assets						
Investments						
- Equity instruments	-	-	17.50	-	-	17.50
- Associates	-	-	0.70	-	-	0.70
Loans	-	-	-	-	-	-
Cash and cash equivalents	-	-	3.99	-	-	3.99
Other bank balances	-	-	-	-	-	-
Other financial assets	-	-	1,344.29	-	-	1,382.23
Total Financial Assets	-	-	1,366.48	-	-	1,404.42
Financial Liabilities						
Borrowings	-	-	15,584.38	-	-	18,973.61
Trade payables	-	-	156.77	-	-	156.77
Other financial liabilities	-	-	2,754.90	-	-	2,760.95
Total Financial Liabilities	-	-	18,496.05	-	-	21,891.33

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 37 - FINANCIAL RISK MANAGEMENT

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommend risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures like foreign exchange forward contracts, borrowing strategies and ensuring compliance with market risk limits and policies.

The Company's risk management is carried out by Finance department under policies approved by the board of directors. The Company finance department identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(A) Credit risk

The company is exposed to credit risk, which is the risk that counter party will default on its contractual obligation resulting in a financial loss to the group. Credit risk arises from cash and cash equivalents, financial assets carried at amortised cost, derivative products and deposits with banks and financial institutions, as well as credit exposures to trade/non-trade customers including outstanding receivables.

(i) Credit risk management

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set and periodically reviewed on the basis of such information.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- i) Actual or expected significant adverse changes in business,
- ii) Actual or expected significant changes in the operating results of the counter party,
- iii) Financial or economic conditions that are expected to cause a significant change to the counter party's ability to meet its obligations,
- iv) Significant increase in credit risk on other financial instruments of the same counter party,
- v) Significant changes in the value of the collateral supporting the obligation or in the quality of the third-party guarantees or credit enhancements

Financial assets are written off when there is no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized as income in the statement of profit and loss.

The Company measures the expected credit loss of trade receivables and loan from individual customers based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, loss on collection of receivable is not material hence no additional provision considered.

Ageing of Account receivables

	As at 31st March, 2024	As at 31st March 2023
Not due		
0-180 Days		-
181-360 Days		-
1 years to 2 years	-	-
More than 2 years		4,632.18
Total	-	4,632.18

Financial Assets are considered to be of good quality and there is no significant increase in credit risk.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

(B) LIQUIDITY RISK

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, group treasury maintains flexibility in funding by maintaining availability under committed credit lines

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at Corporate in accordance with practice and limits set by the Holding Company Management. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the group's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The group does not have access to any undrawn borrowing bank facilities at the end of the reporting period:

	31st March,	31st March,
Floating rate		
Expiring within one year (bank overdraft and other facilities)	0.00	0.00
Expiring beyond one year (bank loans)	-	-
Total	0.00	0.00

The credit facilities sanctioned by the Bank became NPA in the year 2014-15 and Banks have cancelled the working capital facilities and taken physical possession of the assets charged under Sarfesi, 2002. Also refer to note on One Time settlement with the banks. (refer note no.17)

(ii) Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

- all non-derivative financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows.

I) Maturity patterns of Borrowings

As at 31st March, 2024	0-180 Days	181-360 Days	1 years to 5 years	More than 5 years	Total
Short term borrowings	15,584.38	-	-	-	15,584.38
Total	15,584.38	-	-	-	15,584.38

As at 31st March, 2023	0-180 Days	181-360 Days	1 years to 5 years	More than 5 years	Total
Short term borrowings	18,973.61	-	-	-	18,973.61
Total	18,973.61	-	-	-	18,973.61

II) Maturity patterns of other Financial Liabilities

As at 31st March, 2024	0-180 Days	181-360 Days	1 years to 2 years	More than 2 years	Total
Trade Payable		-	-	156.77	156.77
Other Financial liability (Current and Non Current)		-	-	2,754.90	2,754.90
Payable related to Capital goods	-	-	-	-	-
Total	-	-	-	2,911.67	2,911.67

As at 31st March, 2023	0-180 Days	181-360 Days	1 years to 2 years	More than 2 years	Total
Trade Payable		-	-	156.77	156.77
Other Financial liability (Current and Non Current)		-	-	2,760.95	2,760.95
Payable related to Capital goods	-	-	-	-	-
Total	-	-	-	2,917.72	2,917.72

(C) Market risk**(i) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company holds monetary assets and liabilities which are in currency other than its functional currency.

(a) Foreign currency risk exposure:

The Company has following unhedged foreign currency risk expressed in INR, are as follows

Particulars	31st March, 2024	31st March, 2023
Financial assets		
Receivables (USD)	-	-
Net exposure to foreign currency risk (assets)	-	-
Financial liabilities		
Trade Payable (USD)		-
Net exposure to foreign currency risk (liabilities)	-	-

As the Company is presently under Sarfesi, the foreign currency liabilities are not reinstated to current reporting period rates

(b) Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	2023-24		2022-23	
	1% Increase	1% Decrease	1% Increase	1% Decrease
USD	-	-	-	-
Total	-	-	-	-

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 38 - CAPITAL MANAGEMENT**(a) Risk management**

The Company aim to manages its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders.

The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares or sell the assets to reduce the debt.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

NOTE NO. 39 - CONTINGENT LIABILITIES AND COMMITMENTS:**(a) Contingent Liabilities**

Particulars	31st March, 2024	31 st March, 2023
Contingent Liabilities:		
Claims against the company not acknowledged as debt (Disputed Tax/duty and other demands)	12,061.19	6,824.19
Disputed Liabilities (EPFO)	1.52	
Total	12,062.71	6,824.19

39.1 Note on EZL - KAVT status for the period 2005-06 till 2014-2015

In the recent past, company applied for revision of assessment for all the years from 2005-06 till 2014-15 by approaching appellate tribunal and its kerala high court for direction to the department to consider C forms / F forms not presented / not considered because of non availability of state check post data during original assessment time under the Amnesty Scheme. KVAT department accepted our application and the amount of Rs. 541.40 lakhs was paid in full under the amnesty scheme.

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 40 : Income taxes

The major components of income tax expense for the Year ended 31st March 2024 and 31 March 2023 are:

(a) Statement of profit and loss:

Particulars	31st March, 2024	31st March, 2023
(a) Income tax expense		
Current tax		
Current tax on profits for the year	-	-
Adjustments for current tax of prior periods	-	-
Total current tax expense	-	-
Deferred tax		
Decrease (increase) in deferred tax assets	-	-
(Decrease) increase in deferred tax liabilities	-	-
Total deferred tax expense/(benefit)	-	-
Income tax expense	-	-

(b) The reconciliation of tax expense and the accounting profit multiplied by tax rate :

	31st March, 2024	31st March, 2023
Profit before income tax expense	(1,641.91)	(38.50)
Enacted income tax rate in India	22.00%	26.00%
Income tax expense as per enacted rate	(361.22)	(10.01)
Tax effect of amounts which are not deductible(taxable) in calculating taxable income:		
Expenses disallowed since business not commenced		
Depreciation	-	-
Other items	-	-
DTA not recognised	361.22	10.01
Adjustments for current tax of prior periods	-	-
Tax losses for which no deferred income tax was recognised	-	-
Income tax expense	-	-

Note: Deferred Income Tax Asset is not recognised in the books.

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEME

(All amounts in INR lakhs, unless otherwise stated)

Note 41

In the year 2004 KSEB had imposed penalty of Rs.20 lakhs per month for unauthorized additional load. The Single Bench of the Hon'ble High Court of Kerala, had in December 2009, disposed the Company's Petition against the Order of the Appellate Authority (Dy. Chief Engineer KSEB) and quashed the order levying penalty for un-authorized additional load. Matter was remanded with a direction to take a decision afresh in accordance with Law considering the bonafide conduct of the Company. The Single Judge held that the Company had obtained all the necessary approvals & energization order from Electrical Inspectorate as stipulated in the conditions of supply of KSEB and since there was no violation, the penal charges are not payable. However matter was remanded. Company filed appeal against remand before the Division Bench. Division Bench held in Company's favor completely. Hence no provision is considered necessary at this stage. (also refer note 27(ii))

41.1

In respect of electricity charges payable for certain years in the prior period, KSEB had withdrawn the concessional tariff eligible for the Company. Though initially the tariff concession was extended, it was subsequently withdrawn by KSEB, on the specific plea that the capacity expansion (which was the criteria for eligibility) was not achieved before due date. KSEB raised claim for Rs. 816.88 Lakhs for those years, which was provided for. The Company had taken up the matter before the Hon'ble High Court of Kerala, which was admitted. KSEB withdrew its earlier order and sought permission for de novo determination, which was accepted by the Single Judge. Company went before Division Bench to issue necessary orders for accepting Company's eligibility. Hearings have been completed and reserved for judgement. Since the matter is pending for nearly three decades and based on the legal advice obtained, the said amount of Rs. 816.88 lakhs provided for, was considered no longer payable and written back in the accounts of the Company in the year 2003-04. The Company, as legally advised, is hopeful of a favourable decision on final settlement of the issues involved in the matter and hence no provision is made for the said amount, which is included under contingent liabilities. (also refer note 27(ii))

NOTE NO. 42 SEGMENT REPORTING

The Company operates in a single segment i.e. 'Production and Sales of Zinc and allied products in India'. The company's entire Zinc sales are in India. Hence no additional disclosures under Ind AS "Operating Segments" are required in these financial statements. There is no operations during the year ended 31st March, 2024.

NOTE NO. 43 RISK MANAGEMENT TRANSACTIONS

43.1 The Company undertakes hedging against the risk in commodity prices (zinc prices) through derivative instruments in London Metal Exchange. The gain/losses are recognized in the Statement of Profit and Loss on settlement of the transaction. During the year 2023-24, the Company has not undertaken any fresh hedging activities.

43.2 In pursuance of the announcement dated 29/03/2008 of the Institute of Chartered Accountants of India on accounting for derivatives, mark to market gains (net) on outstanding derivative instruments as at 31/03/2021 stood at Nil (Previous Year Nil).

NOTE NO. 44 The consortium of Banks led by Punjab National Bank have sanctioned a One Time settlement during 2019-20 for Rs. 17500 lakhs. The Banks had taken physical possession of the mortgaged assets in July 2019. As per the terms of the One Time Proposal, the mortgaged assets will be sold and the proceeds will be utilised for payment towards the One Time settlement. The Debt recovery Tribunal has vide order dated February 13, 2020 permitted the sale of assets mortgaged either by the Banks or by the Company with the permission of the Banks under the provisions of the SARFESI Act and the Banks shall issue a Certificate of sale thereof. Further the Banks have been permitted appropriation of the sale proceeds of the said secured assets on a first priority in terms of section 26E of the SARFESI Act and the notification dated December 24, 2019 issued in respect thereof by the Ministry of Finance (Department of Financial Services) where the debts of the banks are to be paid on a priority to all other debts, all revenues, taxes, cesses and other rates payable to the Central Government/ State Government/local authority.

During the year 2019-20 the application filed by Punjab National bank before the Hon'ble National Company Law Tribunal, Kolkata for admission of the Company's matter under the Insolvency and Bankruptcy Code, 2016 (IBC) has been disposed off as withdrawn vide order dated December 04, 2019 as the Company has arrived at an One Time Settlement with the Banks.

As part of the Corporate Insolvency Resolution Process in Binani Cement Limited and order dated November 14, 2018 of NCLAT, Binani Cement Limited has already paid the dues to EXIM bank who had invoked the Corporate Guarantee issued by Binani Cement

Company has been assigned Land by the Government of Kerala in 1964 under Rules of Assignment of Govt. Land in Development area for the Industrial Purpose. The land assigned shall be used only for the purpose of erection of zinc smelter, acid plants and any other types of Plants, shops, warehouses, structures, residential buildings and other buildings of all kinds for their purpose and their successors and assigns. The control and stake of the Government of Kerala on the land is still in force and the physical possession of the Land is with Consortium of Bankers.

As per the assignment order, the inheritor also has to carry on the same business or in case of utilizing land for a different purpose within the scope of industrial act the Company has to mandatorily obtain prior approval for change of activity from the Department of Industries, Govt. of Kerala.

The Government has approved the change of activity from zinc smelting to carry on activity as industrial cum logistics hub to the company through new promoters. The application to the Government of Kerala submitted by the Company for change of activity from zinc smelting to industrial cum logistics hub has been approved. However the approval for permission to sub-lease the land has been received only for vertical development scheme / logistics projects. The proposed activity is "industrial cum logistics park " which also includes industrial activities other than logistics and vertical development, the approval / specific approval is pending from the Government for sublet/ underlet or lease out or create any encumbrance of the land. The Government has also communicated their stand on the matter to the Bank and the Banks are also directly having meeting / communication with the Government.

NOTE NO. 45 The management has recognised impairment loss of Rs.610.53 lacs in FY 2022 in financial statement in accordance with the provisions of Indian Accounting Standard – IND AS 36 (Impairment of Assets).

NOTE NO. 46 The company has entered into One Time Settlement (OTS) with the Banks wherein the OTS will be paid out of sale proceeds of the mortgaged assets. The company has obtained an order from DRT-III for utilization of the sale proceeds in terms of Section 26E of the SARFAESI Act 2002. Sale is being done as per the OTS sanction and DRT order . Up to March 31, 2024 an amount of Rs. 9476 lakhs has been paid under the OTS.

NOTE NO. 47 ADVANCE FOR SALE OF LAND

The agreement with M/s Rhea Realty Private Limited for sale of land is pending before the Honourable High Court of Kerala. This is pursuant to the order of the Paravoor Civil Court in the subject matter. While discussions are underway, in the matter of dispute on the sale agreement, Rs. 100 lakhs was received from M/s Megalith Builders Private Limited (a related party of M/s Rhea Realty Private Limited) as further advance for land sale as a goodwill gesture.

NOTE NO. 48 The Company has assessed the possible effects that may result from the pandemic relating to COVID-19 on the carrying amount of receivables, investments and other assets and liabilities. Based on the current indicators of the future economic conditions, the company expects to recover the carrying amount of all its assets. The impact of COVID-19 pandemic may be different from that estimated as at the date of approval of these financial results and the company will continue to closely monitor any material changes to the future economic conditions

NOTE NO. 49 Some applications have been made to National Green Tribunal, Chennai for remediation of hazardously contaminated sites in Edayar in Kadungallor village Ernakulam District. The Company has been also made as respondent. The report of the Central Pollution Control Board vide its report of October 16, 2020 has estimated the cost of remediation of Edayar contaminated area to be Rs.47.88 crore. In para 7 of the report it states that as per the terms of National Clean Energy Funds (NCEF) scheme central funding for assessment and remediation of contaminated area was limited to 40% of the total project cost and the remaining was to be borne by the state government through Polluter Pays Principle which was approved in principle for funding state's share of 60%. However, report also states that NCEF project of MOEF &CC has been discontinued and that the Government of Kerala or the KSPCB may issue necessary directions for arrangement of funds from the Polluter. As there are other factories too in the same vicinity, the KSPCB has stated that the fresh report on remediation has to be done based on sampling and testing. The matter is sub-judice. Based on the litigation pending before the National Green Tribunal(NGT), in which M/S Edayar Zinc Ltd. along with Kerala Pollution Control Board and National Green Tribunal South Zone, is a respondent, NGT has directed to constitute a Joint Committee comprising representatives from the Central Pollution Control Board (CPCB), Kerala State Pollution Control Board (KSPCB), a scientist from Kerala Agricultural University, and a senior soil conservation officer, to investigate and ascertain the following aspects:

1. Soil Contamination: The committee is determining if the respondent company's activities have led to soil contamination in nearby agricultural lands.
2. Regulatory Compliance: The committee is assessing whether the respondent company is adhering to the conditions set by regulators in the consents or clearances granted to them.
3. Industrial Waste Handling: The committee is examining if the industrial waste generated during the company's manufacturing process is being managed in accordance with hazardous substance disposal rules.
4. Continued Pollution: Whether any of the past activities of the respondent company still continues, which results in continuous pollution causing contamination of that area, and if that be the case what is the extent of the contamination caused on account of contribution if any, made by the activities of respondents, what is the nature of remediation of action to be taken up for the purpose of remedying the situation in that area and what is the quantum of compensation that has to be realized from the person responsible for such contribution of taking into account of the nature of violation committed by them and polluted activity that has been produced on account of their operational methods in running the industry.

- NOTE NO. 50** A writ Petition was filed against the company in the High court of Kerala at Ernakulam for removal of hazardous substances from the factory premises by P E Shamsudheen. As there has been delay in complete removal of the hazardous substances and other waste materials, the High court of Kerala vide order dated April 04, 2022 has levied a sum of Rs.10,000 per day in the account of Juvenile Justice Balanidhi Account.
The Company is representing the same as the delay is on account of practical difficulties and that substantial amount of hazardous chemicals have been removed.
- NOTE NO. 51** Relationship with Struck Off Companies :- There are no transactions which have been entered with Struck off companies and corresponding balances remaining outstanding as on 31st March 2023. The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,
- NOTE NO.52** Details of benami property held :- The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.
- NOTE NO. 53** Wilful defaulter :- The Company has not been declared wilful defaulter by any bank or financial institution or government or any governm
- NOTE NO. 54** Registration of charges or satisfaction with the Registrar of Companies :- The Company had created third party security in favour of Exim Bank of India on behalf of 3B Binani Glass Fibre Sarl. The loan has been repaid but No due certificate is pending to be received. Apart from this the Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period. (Refer Note No. 34)
- NOTE NO. 55** Compliance with the number of layers of companies:- The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- NOTE NO. 56** Details of crypto currency or virtual currency:- The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- NOTE NO. 57** Undisclosed income :- There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- NOTE NO. 58** No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(b) No funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- NOTE NO. 59** Compliance with approved Scheme(s) of Arrangements: There has been no Scheme of Arrangements that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, which the company has not disclosed .
- NOTE NO. 60** GST Liability of Rs. 439.88 lac is payable as on 31/03/2024 and GST registration has been cancelled w.e.f. Sept, 2021. Interest and penalty for the same has not been Quantified.
- Note No. 61** As per the terms of the loan taken from Mina ventures pvt. Ltd. (the lender), has exercised the its rights to convert the loan into equity shares amounting to Rs 3,000 lacs. As per the terms of the loan the company was liable to pay interest @ 4% p.a. which amount to Rs. 108.99 lacs payable till 31st March, 2023, however the same has not been provided for in the books of accounts. The Company has sought for waiver of interest.
- Note No. 62** No events other than mentioned above or transactions have occurred since the date of Balance Sheet or are pending that would have a material effect on the financial statements for the year ended, other than those reflected or fully disclosed in the books of accounts
- Note No. 63** Compliance with approved Scheme(s) of Arrangements: There has been no Scheme of Arrangements that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, which the company has not disclosed .

- Note No. 64** The Company does not have any long term contracts to assess hence no provisions are required for the same.
- Note No. 65** As at March 31, 2024, the Company did not have any outstanding long term derivative contracts (previous year: NIL).
- Note No. 66** For the year ended March 31, 2024, the company is not required to transfer any amount (previous year: NIL) to the Investor Education & Protection Fund.
- Note No. 67** Utilisation of borrowings from Banks and Financial Institutions- During the year the Company has not borrowed any funds from banks and financial institutions.
- Note No. 68** During the year the Company has not been sanctioned any working capital limits in excess of Rupees Five Crores in aggregate from banks or financial institutions on the basis of security of current assets. There is hence no requirement of filing quarterly returns or statements by the Company with such banks or financial institutions.
- Note No. 69** There were no whistleblower complaints received during the FY 2023-24.
- Note No. 70** The Company has filed clarification and have submitted the required information in response to order Under Section 206 (4) of the Companies Act 2013 received from Office of the Registrar of Companies, West Bengal, Kolkata.
- NOTE NO. 71** On the basis of Report filed by the chief environmental engineer for and on behalf of the Kerala State Pollution Control Board, the company has reported the liability of Rs.47.88 crores determined by the board under contingent liability and not forming the part of financial statements impacting the financials. The same has been contested and appeal has been filed against the said Report. As per the report said liability is for remediation action to be taken at the jarosite for shifting of hazardous material and analysing the extent of damage and deterioration in the related area of 2 to 3 kilo meter of radius from the Company's site.
- NOTE NO. 72** The Company has used accounting software's for maintaining its books of account during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, except that the audit trail feature was not enabled in this accounting software throughout the year.
- NOTE NO. 73** All the Balances are subject to confirmation.
- NOTE NO. 74** Figures of previous years has been regrouped or restated wherever necessary.

As per our report of even date attached

For Udeshi Shukla & Associates
Chartered Accountants
Firm Registration No : 114886W
UDIN

For and on behalf of the Board of Directors

CA Paresh Vijaysinh Udeshi
Partner
Membership No. 042082

Visalakshi Shridhar
Director
DIN 07325198

Mohd. Bismith Allingal
MD & CFO
DIN 08227170

Abdul Salim Ali Kunju
Director
DIN 08279794

Place : Mumbai
Date : September 04, 2024

Place : Mumbai
Date : September 04, 2024

EDAYAR ZINC LIMITED

Notes forming part of the financial statements for the year ended 31st March 2024

Ratio

FY 23-24

FY 22-23

Sr. No	Particular	Numerator / Denominator	(Rs.in lakhs)	(Rs.in lakhs)	Ratio FY23-	Ratio FY 22-	% Variance
(a)	Current Ratio (in time)	Current Assets	3,562.37	8,237.18	0.16	0.32	-50.49%
		Current Liabilities	22,676.22	25,959.85			
(b)	Debt-Equity Ratio (in time)	Borrowing	15,584.38	18,973.61	-0.91	-1.22	-0.26
		Borrowing / Equity	-17,214.12	-15,559.85			
(c)	Debt Service Coverage Ratio (in time)	PAT + Depr. + Annual Interest on Loans & Liabilities/Annual interest on Loans & Liabilities + Repayment of Liabilities	-1,648.02	-32.76	- VE	-	- VE
(d)	Return on Equity Ratio (%)	Net Profit after taxes	-1,654.30	-38.50	- VE	- VE	- VE
		Net Profit after taxes/ Tangible Net worth	-17,214.12	-15,559.85			
		Tangible Networkth					
(e)	Inventory Turnover Ratio (in time)				Not	Not applicable	
(f)	Trade Receivables Turnover Ratio (in time)	Revenue from	-	-	-	-	
		Revenue from operation	2,316.09	3,070.18			
		Average Trade					
(g)	Trade Payables Turnover Ratio (in time)	Purchases	-	-	-	-	
		Purchases /Average Trade payables	156.77	156.77			
		Average Trade					
(h)	Net Capital Turnover Ratio (in time)	Revenue from	-	-	-	-	
		Revenue from operation/ working capital	-19,113.85	-17,722.67			
		working capital					
(i)	Net Profit Ratio (%)	Net profit	-1,654.30	-38.50	-	-	-
		Net profit/ Revenue from operation	-	-			
		Revenue from					
(j)	Return on Capital employed (%)	Profit before interest & Tax	-1,641.91	-38.50	2.01	-0.02	-90.33
		Profit before interest & Tax / Average capital employed	-814.87	1,706.88			
		Average capital employed					
(k)	Return on Investment (%)	Net Profit after taxes	-1,654.30	-38.50	-	-	-
		Net Profit after taxes/ Share holder equity	-17,214.12	-15,559.85			
		Share holder equity					

Note:-

1) Current Ratio:

The current ratio is a liquidity ratio that measures a company's ability to pay short-term obligations or those due within one year.

The current ratio is called current because, unlike some other liquidity ratios, it incorporates all current assets and current liabilities. The current ratio is sometimes called the working capital ratio.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Current Assets	3,562.37	8,237.18
B. Current Liabilities	22,676.22	25,959.85

2) Debt Equity Ratio :

The debt-to-equity (D/E) ratio is used to evaluate a company's Financial Average and is calculated by dividing a company's total liabilities by its shareholder equity.

It is a measure of the degree to which a company is financing its operations through debt versus wholly owned funds.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Company's Total Liabilities	15,584.38	-17,214.12
B. Shareholder Equity	-17,214.12	-15,559.85

3) Debt Service Coverage Ratio

It is a measurement of a firm's available cash flow to pay current debt obligations. The DSCR shows investors where the company has enough income to pay its debts.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. EBIT (Earnings before Interest & Tax)	-1,648.02	-32.76
B. Total Debt Service (Current Debt Obligation)	-	-

Here, EBIT=Total Income - Total Expenses (Excl. Finance Cost)

Total Debt Service (Current Debt Obligation) = Short Term Borrowings

4) Return on Equity Ratio:-

Return on equity (ROE) is the measure of company's net income divided by its shareholders equity. ROE is a gauge of corporation's profitability and how efficiently it generates those profits. ROE is expressed as a percentage and can be calculated for any company if net income and equity are both positive numbers.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Net Income (Before Dividend to Eq. Shareholders)	-1,654.30	-38.50
B. Average Shareholders Equity	-17,214.12	-15,559.85

5) Inventory Turnover Ratio :- Not Applicable

6) Trade Receivables Turnover Ratio :

Collecting its accounts receivables. This ratio measures how well a company uses and manages the credit it extends to

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Revenue from operation	-	-
B. Average Trade receivable	2,316.09	3,070.18

7) Trade Payable Turnover Ratio :

The accounts payable turnover ratio is a short-term liquidity measure used to quantify the rate at which a company paid off its suppliers. Accounts payable turnover shows how many times a company pays off its accounts payable during the year.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Total Supply Purchases	-	-
B. Average Trade Payable	156.77	156.77

8) Net Capital Turnover Ratio :-

Working Capital turnover ratio is a formula that calculate how efficiently a company use working capital to generate sales. This ratio demonstrates company's ability to use it working capital to generate income.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Net Annual Sale	-	-
B. Working Capital	-19,113.85	-17,722.67

9) Net Profit Ratio (%)

The net profit percentage is the ratio of after tax profits to net sales. It reveals the remaining profit after all costs of production, administration, and financing have been deducted from sales, and income taxes recognized.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Net Profit	-1,654.30	-38.50
B.	Net Sales	-	-

The measure is commonly reported on a trend line, to judge performance over time. It is also used to compare the results of a business with its competitors.

10) Return on Capital employed :

Return on capital employed (ROCE) profitability ratio, measures how efficiently a company using its capital to generate profits.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Profit before interest & Tax	-1,641.91	-38.50
B.	Average capital employed	-814.87	1,706.88

Here,
Capital Employed = Total Assets - Current Liabilities

11) Return on Investment

Return on Investment (ROI) is a performance measure used to evaluate the efficiency or profitability of an investment or compare the efficiency of an investment or compare the efficiency of a number of different investments. ROI directly tries to measure the amount of return on a particular investment, relative to the investment's cost.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Net Profit after taxes	-1,654.30	-38.50
B.	Share holder equity	-17,214.12	-15,559.85

As per our report of even date attached

For Udeshi Shukla & Associates
Chartered Accountants
Firm Registration No : 114886W

For and on behalf of the Board of Directors

CA Paresh Vijaysinh Udeshi
Partner
Membership No. 042082

Visalakshi Shridhar
Director
DIN 07325198

Mohd. Bismith Allingal
MD & CFO
DIN 08227170

Abdul Salim Ali Kunju
Director
DIN 08279794

Richa Bhandari
Company Secretary
ACS 70233

Place : Mumbai
Date : 04th September, 2024

Place : Mumbai
Date : 04th September, 2024

Form AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the Financial statement of subsidiaries/associate companies/joint ventures.

Part "A" Subsidiaries

(Rs. in lakhs)

Sl. No	Name of the subsidiary	Reporting period	Reporting currency	Share capital	Reserves & surplus	Total assets	Total Liabilities	Investments	Turnover	Profit before taxation	Provision for taxation	Profit after taxation	Proposed Dividend	% of shareholding
1	RBG Minerals Industries Limited	April-23 to March-24	INR	500	-382.311	175.37	57.68	NIL	NIL	0	0	0	NIL	100
2	Green Panel Investment LLP	April-23 to March-24	INR	1	0	658.02	657.02	NIL	NIL	0	0	0	0	70

As per our report of even date attached

For and on behalf of the Board of Directors

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No. : 114886W

CA Paresh Vijaysinh Udeshi

Partner

Membership No.: 042082

Place: Mumbai

Date: 04th September, 2024

Visalakshi Sridhar
Director
DIN 07325198

Richa Bhandari
Company Secretary
ACS 70233

Mohd. Bismith Allingal
MD & CFO
DIN - 08227170

Abdul Salim Ali Kunju
Director
DIN - 08279794

Place: Mumbai

Date: 04th September, 2024

Independent auditor's report to the members of Edayar Zinc Limited

Opinion

We have audited the accompanying consolidated Ind AS financial statements of **Edayar Zinc Limited** ("the Company"), which comprise the balance sheet as at March 31, 2024, and the Statement of Profit and Loss (Including Other Comprehensive Income), the statement of cash flows & the statement of changes in equity 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, except for the effects of the matter described in the *Basis of Qualified Opinion* section of our report, the aforesaid consolidated Ind AS 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2024, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for qualified opinion

- 1. The net worth of the company has been fully eroded. This indicates the existence of a material uncertainty that cast significant doubt about the group's ability to continue as a going concern.*
- 2. The consortium of banks had sanctioned one time settlement and as per OTS terms substantial mortgaged assets have been sold and it may affect the going concern concept of the company.*
- 3. The OTS Settlement was rescheduled by the consortium, which has also been delayed and as per the rescheduled terms, the company is liable to pay interest there on to the tune of Rs 4050 lakhs as mentioned in Note no 33a has not been provided for in the books of accounts. , had these provisions been done then the loss for the year and debit balance in other equity would have been more by Rs 4050 lakhs. In our opinion the Company has not followed accrual system of accounting and disclosure of accounting policy is not in accordance with IND AS1- Presentation of financial statements.*
- 4. Attention is invited to Note No.33A where in as per the rescheduled OTS, the balance OTS amount was to be paid by 31st July 2022, however the company has not been able to deposit the same. The consortium of bankers has not given any further extension, in view of this there is uncertainty about the validity of OTS and future action that maybe taken by the consortium of bankers. In view of this we are unable to determine the consequential impact, if any that may arise on the abovesaid matter.*
- 5. The banks have not provided balance confirmations nor provided bank statements; hence we are unable to confirm the bank balance (Including working capital facility and overdraft) and interest payable thereon. Since the accounts are frozen by the consortium of banks and as a result all banking facilities have ceased to be operational and assets have been taken into physical possession by the Consortium of Bankers. Attention is also invited to Note No.10 & 44 where the Debt Recovery Tribunal vide order dated February 13, 2020 permitted the sale of mortgaged assets either by the banks or by the Company with permission of the banks under provisions of The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act,2002 Act.*
- 6. The attention is invited to Notes No.11(i), 11(ii) & 11(iii) regarding settlement of trade receivables amounting to Rs.4632.18 Lacs*
- 7. The company did not obtain/receive from creditors and debtors and other parties including loans and advances for the balances as on 31st March 2024. Since we could not obtain*

confirmations as required in SA-505 standards on auditing, we are unable to comment on adjustment or disclosure that may arise

8. *The balance with statutory authorities and input credits of Rs.2213.29 Lacs as reflected in Note No.14 in the standalone financial statements are subject to admission by the respective statutory authorities and no provision has been made thus, we are unable to comment whether any provision for impairment in the value is required and its consequential impact on the financial statements.*
9. *During the year, the Company has not obtained/ taken/ made fresh assessment of the carrying value of The Asset held for sale of Rs.1178 Lacs. thus, we are unable to comment whether any provision for impairment in the value is required and its consequential impact on the financial statements.*
10. *The Holding Company has provided diminution in value of investments off its investment in the subsidiary to the tune of Rs 500Lakhs and has made provision of doubtful debts pertaining to advance to subsidiary of Rs 18.5 lakhs, however corresponding effect has not been given in the books of subsidiary due to which the impact of Rs 518.50 lakhs being the difference between holding company and subsidiary company has been given in other equity.*

Subject to above qualifications, we have 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 consolidated Ind AS 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 consolidated Ind AS 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.

Key audit matters

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated Ind AS financial statements, on the basis of our knowledge and information 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 responsibility for the consolidated financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these consolidated Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss(financial performance including other comprehensive income), cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. 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 consolidated Ind AS 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the consolidated financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated Ind AS 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 consolidated Ind AS 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 consolidated Ind AS 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 consolidated Ind AS financial statements, including the disclosures, and whether the consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated Ind AS 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

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 of the aforesaid consolidated financial statements;
- (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 Consolidated Balance sheet, the Consolidated Statement of Profit and Loss, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- (d) In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Ind AS specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
- (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2024 taken on record by the Board of Directors of the Holding Company and as reported by the statutory auditors of the Subsidiary, none of the directors of the companies in the Group and its Subsidiaries are disqualified as on March 31, 2024 from being appointed as a director of the respective company in terms of Section 164(2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". and
- (g) With respect to the matters to be included in the Auditor's Report in accordance with requirement of Section 197(16) of the Act, as amended, as the Holding Company has not paid

any remuneration to its directors, there is no question as to whether the remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

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

(i) The consolidated financial statements disclose the impact of pending litigations on its financial position in its financial statements – Refer Note No 41.1, 44, 47, 49, 50 and 71 in the consolidated Ind AS Financial Statements.

(ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as required under the applicable law or accounting standards;

(iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund and therefore the question of delay in transferring such sums does not arise.

(iv) a. The respective Managements of the Company, its subsidiary which are companies incorporated in India, whose financial statements have been audited, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The respective Managements of the Company, its subsidiary which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiary which are companies incorporated in India, whose financial statements have been audited respectively, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of

Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) Since the Holding Company has not declared or paid any dividend during the year, the question of commenting on whether the same is in accordance with Section 123 of the Companies Act, 2013 does not arise.

(vi) Based on our examination which included test checks and that performed by the respective auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, the Holding Company and subsidiary have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility except that the audit trail feature was not enabled throughout the year.

2. With respect to the matters specified in clause (xxi) of paragraph and paragraph 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO report issued by us and the auditors of respective companies included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, as provided to us by the Management of the Holding Company, we report that except for qualifications/ and or adverse remarks specified in clause 3(i)(a)(B)(b)& (c), 3(iv), 3(vii)(a)&(b), 3(ix)(a) there are no other qualifications or adverse remarks as given in our CARO report of the standalone financial statements of the Holding Company and 3(i)(a)(B)(b)& (c) as given in our CARO report of the standalone financial statements of the subsidiary company.

For Udeshi Shukla & Associates
Chartered Accountants
FRN: 114886W

CA. Paresh Vijaysinh Udeshi
Partner
MRN: 042082
Mumbai – September 4, 2024
UDIN: 24042082BKABDP3133

Annexure - A to the Auditors' Report

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

We have audited the internal financial controls over consolidated financial reporting of Edayar Zinc Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

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

Because of the matter described in Disclaimer of Opinion Paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls over financial reporting of the company.

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Disclaimer of Opinion

According to the information and explanation given to us, the Company has not established its internal financial control over financial reporting on criteria based on or 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. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2024.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the consolidated financial statements of the Company, and the disclaimer does not affect our opinion on the consolidated financial statements of the Company.

For Udeshi Shukla & Associates
Chartered Accountants
FRN: 114886W

CA. Paresh Vijaysinh Udeshi
Partner
MRN: 042082
Mumbai – September 4, 2024
UDIN: 24042082BKABDP3133

EDAYAR ZINC LIMITED		CONSOLIDATED	
BALANCE SHEET AS AT 31ST MARCH, 2024 (CONSOLIDATED)			
(All amounts in INR lakhs, unless otherwise stated)			
Particulars	Note No.	31st March, 2024	31st March, 2023
ASSETS			
Non Current Assets			
Property, Plant and Equipment	4	492.18	498.46
Capital Work-in-Progress	4	364.78	364.78
Other Intangible assets	5	-	-
Financial Assets			
(i) Investments	6	18.20	18.20
Other Financial Assets	7	0.00	0.00
Tax Assets	8	12.20	24.59
(i) Deferred tax assets (net)		-	-
Other Non Current Assets	9	5.10	249.52
Total Non Current Assets		892.46	1,155.55
Current assets			
Inventories	10	0.00	0.00
Financial Assets			
(i) Cash and cash equivalents	10	4.04	4.04
(ii) Bank Balance other than cash and cash equivalents	10.1	4.08	4.08
(iii) Trade Receivables	11	0.00	4,632.18
(iv) Loans	12	0.00	0.00
(v) Other Financial Assets	13	1,344.63	1,382.53
Income tax Asset (net)		0.00	0.26
Other Current Assets	14	2,210.00	2,214.83
Total Current Assets		3,562.74	8,237.92
Assets Held for Sale		1,178.00	1,178.00
Total Assets		5,633.20	10,571.47
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	15	9761.81	9,761.81
Other Equity	16	(26,838.70)	(25,183.93)
Total Equity		(17,076.89)	(15,422.12)
Deferred Tax Liability		26.96	26.96
LIABILITIES			
Current liabilities			
Financial Liabilities			
(i) Borrowings	17	15,584.39	18,973.61
(ii) Trade payables	18	163.46	163.34
(iii) Other Financial Liabilities	19	2,754.90	2,760.95
Other current liabilities	20	1,031.67	915.56
Provisions	21	3,148.71	3,153.17
Total Liabilities		22,683.13	25,966.63
Total Equity and Liabilities		5,633.20	10,571.47

Summary of Significant Accounting Policies

2 & 3

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

As per our report of even date attached

For Udeshi Shukla & Associates

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration No : 114886W

CA Paresh Vijaysinh Udeshi

Visalakshi Sridhar

Mohd. Bismith Allingal

Abdul Salim Ali Kunju

Partner

Director

MD & CFO

Director

Membership No. 042082

DIN 07325198

DIN 08227170

DIN 08279794

Richa Bhandari

Company Secretary

ACS 70233

Place : Mumbai

Place : Mumbai

Date : 04th September, 2024

Date : 04th September, 2024

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2024

(All amounts in INR lakhs, unless otherwise stated)

Particulars	Note No.	31st March, 2024	31st March, 2023
Revenue From Operations	22	-	-
Other Income	23	0.35	0.41
Total Income		0.35	0.41
EXPENSES			
Changes in inventories	24		-
Employee benefits expense	25	0.55	0.95
Finance costs	26	0.00	0.00
Depreciation and amortization expense	27	6.28	5.74
General, administration and other expenses	28	1,635.46	32.65
Impairment Loss	28	0.00	-
Total expenses		1642.29	39.34
P			
Profit/(Loss) before exceptional items and tax		(1641.94)	(38.93)
Exceptional Items	29		
Profit/(Loss) before Tax		(1641.94)	(38.93)
Prior Period Income	23.1		
Tax expense:			
Current tax			
Tax on Earlier Years		12.41	-
Deferred Tax charged / (Credit)			
Profit / (Loss) for the Year (A)		(1654.35)	(38.93)
OTHER COMPREHENSIVE INCOME			
Items that will not be reclassified subsequently to profit or loss			
Re-measurement of Post Employment Benefit Obligation			
Tax Expense			
Total Other Comprehensive Income (B)			-
Total Comprehensive Income (A + B)		(1654.35)	(38.93)
Earnings per Equity Share :			
Basic	30	0.00	(1.69)
Diluted		0.00	(1.69)
Nominal value per Equity Share (INR)		10.00	10.00
Summary of Significant Accounting Policies		2 & 3	
The accompanying notes are an integral part of the financial statements.			

As per our report of even date attached

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No : 114886W

CA Paresh Vijaysinh Udeshi

Partner

Membership No. 042082

UDIN 24042082BKABDP3133

For and on behalf of the Board of Directors**Visalakshi****Sridhar****Director****DIN 07325198****Mohd. Bismith****Allingal****MD & CFO****DIN 08227170****Abdul Salim Ali****Kunju****Director****DIN 08279794****Richa Bhandari****Company Secretary****ACS 70233**

Place : Mumbai

Date : 04th September, 2024

Place : Mumbai

Date : 04th September, 2024

(A) Equity share capital

For the year ended 31 March 2023

Equity shares of INR 6761.81 Lakh each issued, subscribed and fully paid

Balance as at 1 April 2023

Changes in Equity Share Capital due to prior period

Restated balance as at 1 April 2022

Changes in equity share capital during the current year

Balance as at 31 March 2024

31-Mar-24	
No. of shares	Amount
9,761.81	97,61,81,000.00
-	-
0	0.00
9,761.81	97,61,81,000.00

For the year ended 31 March 2023

Equity shares of INR 6761.81 Lakh each issued, subscribed and fully paid

Balance as at 1 April 2022

Changes in Equity Share Capital due to prior period errors

Restated balance as at 1 April 2022

Changes in equity share capital during the previous year

Balance as at 31 March 2023

31-Mar-23	
No. of shares	Amount
6,761.81	67,61,80,820
-	-
3,000	30,00,00,000
9,761.81	97,61,80,820.00

(B) Other equity

For the year ended 31st March, 2024

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserve and Surplus				Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a foreign operation	Other Items of Other Comprehensive Income (specify nature)	Money received against share warrants	Total
			Capital Reserve	Securities Premium	Other Reserves (specify nature)	Retained Earnings								
Balance as at 1 April 2022	-	-	0.00	0.00	0.00	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Changes in accounting policy or prior period errors	-	-	0.00	0.00	0.00	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Restated balance as at April 2022	-	-	0.00	0.00	0.00	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Profit for the year	-	-	-	-	-	(1654.35)	-	-	-	-	-	-	-	(1,654.35)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	0.00	0.00	0.00	(1654.35)	-	-	-	-	-	-	-	(1,654.35)
Transactions with owners in their capacity as owners:														
Dividends														-
Dividend Distribution Tax														-
Forfeiture of share options														-
Any other change						0.00								-
Balance as at 31st March 2024	-	-	0.00	0.00	0.00	(26838.28)	-	-	-	-	-	-	-	(26,838.28)

For the year ended 31 March 2023

Particulars	Share application money pending allotment	Equity component of compound financial instruments	Reserve and Surplus				Debt Instruments through Other Comprehensive Income	Equity Instruments through Other Comprehensive Income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange differences on translating the financial statements of a	Other Items of Other Comprehensive Income (specify nature)	Money received against share warrants	Total
			Capital Reserve	Securities Premium	Other Reserves (specify nature)	Retained Earnings								
Balance as at 1 April 2022	-	-	-	-	-	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Changes in accounting policy or prior period errors	-	-	-	-	-	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Restated balance as at 1 April 2022	-	-	-	-	-	(25183.93)	-	-	-	-	-	-	-	(25,183.93)
Profit for the year	-	-	-	-	-	(38.50)	-	-	-	-	-	-	-	(38.50)
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Comprehensive Income	-	-	-	-	-	(38.93)	-	-	-	-	-	-	-	(38.50)
Transactions with owners in their capacity as owners:														0.00
Dividends														0.00
Dividend Distribution Tax														0.00
Transfer to retained earnings														0.00
Forfeiture of share options														0.00
Any other change						1.09								1.09
Balance as at 31 March 2023	-	-	-	-	-	(25183.93)	-	-	-	-	-	-	-	(25,221.34)

Note: Remeasurement of defined benefit plans and fair value changes relating to own credit risk of financial liabilities designated at fair value through profit or loss shall be recognised as a part of retained earnings with separate disclosure of such items alongwith the relevant amounts in the Notes or shall be shown as a separate column under Reserves and Surplus .

See accompanying notes to the financial statements

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

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No : 114886W

For and on behalf of the Board of Directors

Visalakshi Sridhar Mohd. Bismith Allingal

Director MD & CFO

DIN 07325198 DIN 08227170

Abdul Salim Ali Kunju

Director

DIN 08279794

CA Paresh Vijaysinh Udeshi

Partner

Membership No. 042082

UDIN 24042082BKABDP3133

Richa Bhandari

Company Secretary

ACS 70233

Place : Mumbai

Date : 04th September, 2024

Place : Mumbai

Date : 04th September, 2024

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2024
(All amounts in INR lakhs, unless otherwise stated)

Particulars	31st March 2024	31st March 2023
A Cash Flow From Operating Activities		
Earnings before exceptional and extraordinary items and tax	(1654.35)	(38.93)
Adjustments for:		
Depreciation / Amortization / Impairment	6.28	5.74
Interest and Finance Charges	0.35	0.30
Sundry Balances written off / Liabilities no longer required written back & other income	-	-
Write off of Investments in Subsidiary	-	-
Loss / (profit) on reparation of capital of foreign subsidy	-	-
Unrealised (Gain) / Loss on Exchange Rate Fluctuation (Net)	-	-
Impairment of Assets	-	-
Loss/(Profit) on sale/discard of Fixed Assets	-	-
Diminution in value of Investments	-	-
Interest and Dividend Income	-	-
Exceptional Item	-	-
Operating Profit Before Working Capital Changes	(1647.72)	(32.89)
Change in operating assets and liabilities		
(Inventories)/Decrease in Inventories	-	-
(Increase)/Decrease in trade receivables and other assets	4,931.72	(2.56)
(Increase)/Decrease in other Financial Assets	-	-
(Increase)/Decrease in trade payables and other payables	105.72	(108.85)
Cash Generated from Operations	3389.72	(144.30)
Direct Taxes Paid (including TDS)	-	0.12
Net Cash from/(used in) Operating Activities	3389.72	(144.18)
B Cash Flow from Investing Activities		
Purchase of Fixed Assets (including capital work - in progress)	-	-
Sale of Fixed Assets / Refund from CWIP Suppliers	-	-
Investment in subsidiary	-	-
Intercorporate Deposits (given)/received back(net)	-	-
Interest and Dividend Income Received	(0.35)	-
Net Cash from/(used in) Investing Activities	(0.35)	0.00
C Cash Flow from Financing Activities		
Proceeds / (Repayment) from Short Term Borrowings (Net)	(3389.37)	144.18
Increase in Share Capital	-	-
Finance cost	-	-
Net Cash from / (used in) Financing Activities	(3389.37)	144.18
D Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	0.00	-
E Opening Cash & Cash Equivalents	4.04	4.04
F Closing Cash & Cash Equivalents (D+E)	4.04	4.04
Reconciliation of Cash Flow statements as per the cash flow statement	31st March 2024	31st March 2023
Cash Flow statement as per above comprises of the following		
Cash and cash equivalents	4.04	4.04
Balances as per statement of cash flows	4.04	4.04

The accompanying notes are an integral part of the financial

As per our report of even date attached

For Udeshi Shukla & Associates
Chartered Accountants
Firm Registration No : 114886W

For and on behalf of the Board of Directors

CA Paresh Vijaysinh Udeshi
Partner
Membership No. 042082

Visalakshi Sridhar Director DIN 07325198	Mohd. Bismith Allingal MD & CFO DIN 08227170	Abdul Salim Ali Kunju Director DIN 08279794
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Richa Bhandari
Company Secretary
ACS 70233

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 4 - PROPERTY, PLANT AND EQUIPMENT AND WORK IN PROGRESS

Particulars	Leasehold Land	Free Hold land	Buildings	Maps and periodicals and survey instruments	Plant and Machinery	Furniture and Fixtures	Motor Vehicle	Total PPE	Capital Work in Progress
Net carrying amount as on March 31, 2022	306.59	133.60	51.67	0.18	10.19	1.95	0.00	504.19	364.77
As at year ended March 31, 2022									
Gross carrying amount									
As at April 01, 2022	306.59	133.60	514.37	3.44	170.14	52.62	0.00	1,180.76	364.78
Additions /(Deletion)									-
As at March 31, 2023	306.59	133.60	514.37	3.44	170.14	52.62	0.00	1,180.76	364.78
Accumulated Depreciation and Impairment									
At at April 01, 2022	-	0.00	462.70	3.26	159.95	50.67	0.00	676.58	-
Additions /(Deletion)									
Depreciation charged during the period			5.14		0.60	0.00	0.00	5.74	-
As at March 31, 2023	0.00	0.00	467.84	3.26	160.54	50.67	0.00	682.31	-
Net carrying amount as on March 31, 2023	306.59	133.60	46.53	0.18	9.60	1.95	0.00	498.46	364.78
As at year ended March 31, 2023									
Gross carrying amount									
As at April 01, 2023	306.59	133.60	514.37	3.44	170.14	52.62	0.00	1,180.76	364.78
Additions /(Deletion)									-
As at March 31, 2024	306.59	133.60	514.37	3.44	170.14	52.62	0.00	1,180.76	364.78
Accumulated Depreciation and Impairment									
At at April 01, 2023	-	0.00	467.84	3.26	160.54	50.67	0.00	682.31	-
Additions /(Deletion)									
Depreciation charged during the period			5.68		0.00	0.60	0.00	6.28	-
As at March 31, 2024	0.00	0.00	473.52	3.26	160.54	51.27	0.00	688.59	-
Net carrying amount as on March 31, 2024	306.59	133.60	40.85	0.18	9.60	1.35	0.00	492.18	364.78

NOTES:

4.1(a) Land includes freehold land having cost of Rs.41.42 Lakhs (Rs.41.42 Lakhs) taken possession for which documentation / registration formalities are being completed.

4.1(b) Furniture and Fixtures include office equipment, the amount of which is not material

4.1(c) The plant was not operational during the entire financial year. However, normal depreciation has been charged to all the assets. The mortgaged assets viz Land & Building, Plant and Machinery including the inventory has been physically taken over by the consortium of banks led by Punjab National Bank in July 2019. The Company has entered into a One Time Settlement with the Banks wherein the OTS will be paid out of sale proceeds of the mortgaged assets. The approval for utilisation of the proceeds in terms of Section 26E of the SARFESI Act 2002 was obtained vide DRT III order dated February 13, 2020 and an agreement has been executed for sale of the movable and immovable plant and machinery and inventory as scrap for value.

4.1.d) The company is not holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988). During the year the Company has not revalued its Property Plant and Equipment, The Company does not have any Right of use assets)

4.1.e) The Company has not revalued its Property Plant and Equipment and Capital work in progress during the year.

4.1.f) CWIP represents the assets seized by the customs authorities. The Department of Revenue, Central Board of Taxes and Customs vide letters dated 29/02/2024 & 23/03/24 have stated that in accordance with the office note received from the License cell and Assistant Commissioner, Nedumbassery, Cochin that the payment under the amnesty scheme against the EPCG Licence No.1030002551 dated November 08,2013,1030002552 dated November 08, 2013 and Licence No.1030002553 dated November 11, 2013 is Rs. 1,16,03,039 (Rupees One crore sixteen lakh three thousand and thirty nine only) and the same is payable before March 31,2024. The duty forgone including interest isRs.10,07,153.20 (Rupees ten lakhs seven thousand one hundred and fifty three and paise twenty only) As the assets are under Sarfesi, we have sought time for payment. The Company has demolished the zinc plant and hence the CWIP except for the siezed asset of value Rs. 364.78 lakhs (as per Directorate of Revenue Intelligence Cochin Regional Unit Palarivattom Cochin letter dated DRI.F.No.DRI/BZU/CHN/SCN-08/2016 dated November 29, 2016) related to the Tamzinco project has been scrapped and sold in line with the OTS approval given by the Banks.

4.1. g) Land and Building and Plant and Machinery situated at Edayar Zinc Limited including an extent of 95.34 acres of land in Binanipuram, Kadungaloor Village Parur Taluka, Ernakulam District admeasuring area of Land :- 95.34 acres Industrial Building admeasuring area 117483 sq. meters along with inventory and current assets

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO.5 - INTANGIBLE ASSETS

Particulars	Computer Software	Total
As at Year ended March 31, 2022		
Gross carrying amount		
As at April 01, 2022	8.41	8.41
Additions	-	-
As at March 31, 2023	8.41	8.41
Accumulated Depreciation and Impairment		
At at April 01, 2022	8.41	8.41
Depreciation charged during the period	0.00	0.00
As at March 31, 2023	8.41	8.41
Net carrying amount as on March 31, 2023	0.00	0.00
As at Year ended March 31, 2022		
Gross carrying amount		
As at April 01, 2022	0.00	0.00
Additions	-	-
As at March 31, 2023	0.00	0.00
Accumulated Depreciation and Impairment		
At at April 01, 2022	0.00	0.00
Depreciation charged during the period	0.00	0.00
As at March 31, 2023	0.00	0.00
Net carrying amount as on March 31, 2023	0.00	0.00

5.1 The Company has not revalued its intangible assets during the year.

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 6 - NON-CURRENT INVESTMENTS

Particulars	Face value	31st March, 2024		31st March, 2023	
		No. of shares/Units	Rupees	No. of shares/Units	Rupees
Investment in equity instruments (fully paid-up)					
Unquoted					
Others					
Investment in Equity Instruments of Subsidiaries, fully paid up					
50,00,000 (Previous Year 50,00,000 Shares of Rs.10/- each) in R.B.G. Minerals Industries Limited	10	50,00,000	0.00	50,00,000	0.00
			-		-
Investment in Associates					
70% Share in Green Panel Investment LLP			0.70		0.70
Other Investments					
Investment in Equity Instruments of Other Companies, fully paid up					
1,75,000 (Previous Year 1,75,000 Shares of Rs.10/- each) in Kerala Enviro Infrastructure Limited	10	1,75,000	17.50	1,75,000	17.50
Total			18.20		18.20
Total Non-Current Investments			18.20		18.20
Aggregate amount of Quoted Investment - At Market Value			-		-
Aggregate amount of Unquoted Investment - At Cost			18.20		18.20
Aggregate amount of impairment in the value of investments			-		-

Note:- A decree was passed against the Company for recovery of the amount due to M/s KEIL . Pursuant therto, the Decree holder Dr.N K Pillai Chief Executive Officer of KEIL has attaced the shares towards realisation of the dues payable to KEIL. Amount payable to KEIL is Rs. 16.74 lakhs. The decree holder has filed two Petitions dated 12th February 2024. One petition for directing Edayar Zinc imited to surrender the original share certificate failing which the decree holder may be permitted to issue duplicate share certificate corresponding to those which are held by EZL and the other to fix the value for one share at Rs.14.80 per share and fix the upset price for sale of 1,75,000 shares held by EZL at Rs.25,90,000/- As the assets of the Company have been taken over under Sarfesi, the Company is seeking legal advice in the matter.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

CONSOLIDATED FINANCIALS

NOTE NO. 7 - OTHER FINANCIAL ASSETS

Particulars	31st March, 2024	31st March, 2023
Unsecured, Considered good		
Others	0.00	0.00
Total	0.00	0.00

NOTE NO. 8 - TAX ASSETS (NET)

Particulars	31st March, 2024	31st March, 2023
Unsecured, Considered good		
Advance Tax / TDS	0	234.69
Provision for Income Tax	12.20	(210.10)
Total	12.20	24.59

NOTE NO. 9 - OTHER NON-CURRENT ASSETS

Particulars	31st March, 2024	31st March, 2023
Capital Advances	0.00	244.42
Balances with Statutory authorities	5.10	5.10
Total	5.10	249.52

NOTE No.8.1 - No balance confirmations have been received and as these are due for more than 10 years, the probability of receipt of these funds is not ascertainable and hence the same has been provided as doubtful debts.

NOTE No.9.1 - No balance confirmations have been received and as these are due for more than 10 years and the probability of receipt of these funds is not ascertainable.

NOTE NO. 10 - INVENTORIES - NIL (Previous year NIL)

Note No. 10.1

The entire inventory has been scrapped . Also refer to note 4.1(c)

EDAYAR ZINC LIMITED**NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS**

(All amounts in INR lakhs, unless otherwise stated)

CONSOLIDATED FINANCIALS

NOTE NO. 12 - CASH AND CASH EQUIVALENTS

Particulars	31st March, 2024	31st March, 2023
Balances with banks (Refer Note below)		
- in current accounts	3.98	3.98
Cash on hand	0.06	0.06
Total	4.04	4.04

Note:

All the Bank Accounts of the Company have been attached by the Income Tax Department towards recovery of dues in respect of Assessment year 2015-16. Against the demand Company has submitted response to the notice received and the decision is awaited.

The Company is not in possession of the latest bank statements , in absence of the same the transactions if any reflected in the bank statements have not been considered and balances have been carried forward as per books of accounts.

The Company has approached the Banks for confirmation for balance and the same is awaited

NOTE NO 12.1 - BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS

Particulars	31st March, 2024	31st March, 2023
Balances with banks in Deposit Accounts to the extent held as security against Letter of Credit facilities & Guarantees includes interest accrued on the deposits.	4.08	4.08
Total	4.08	4.08

Note:

The Bankers have adjusted the amount against their dues.

NOTE NO. 11 - TRADE RECEIVABLES

Particulars	31st March, 2024	31st March, 2023
Trade Receivables		
(a) Secured, Considered Good		
(b) Unsecured, Considered Good	0.00	4,632.18
(c) Which has significant increase in credit risk		
(d) Credit impaired		
Total	0.00	4,632.18

M/s Finefab Engineering and Constructions entered into a contract with M/s Edayar Zinc Ltd. for the removal of plant and machinery, pursuant to the No Objection Certificate (NOC) issued by the Banking Consortium. To date, the Banking Consortium has issued NOCs for materials totaling INR 6000 lakhs and accordingly, M/s Finefab Engineering and Constructions has removed the permissible plant and machinery against the NOC released by the Bank. As a result, the original contract between M/s Finefab Engineering and Constructions and M/s Edayar Zinc Ltd. Stands closed. There is no due receivable from M/s Finefab Engineering and Construction.

11(ii) The Balance of Rs.4632.18 lakhs receivable from M/s Finefab Engineering and Constructions has been settled against the loan received from Green Panel LLP of Rs.1223.11 vide confirmation letters dated 21/11/2023 which have been duly recorded and approved in the minutes of the Board of Directors held on 21st November, 2023 and Audit Committee Meeting held on 21st November, 2023.

11 (iii) The Consortium of Banks have approved for sale of plant and machinery and buildings as scrap for Rs.6,000 lakhs. The entries have been passed as per the instruction of the Board of Directors of the Company.

11.1 Trade Receivables Ageing

As at 31st March 2024

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	0.00	0.00	0.00	4,632.18	0.00	4,632.18
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good			4,632.18		0.00	4,632.18
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Undisputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables–considered good	0.00	0.00	0.00	0.00	0.00	0.00
(v) Disputed Trade Receivables – which have significant increase in credit risk	0.00	0.00	0.00	0.00	0.00	0.00
(vi) Disputed Trade Receivables – credit impaired	0.00	0.00	0.00	0.00	0.00	0.00

NOTE NO. 12 - LOANS AND ADVANCES

Particulars	#REF!	#REF!
Unsecured, considered good		
Loans & Advances to Related Parties (Unsecured Considered Good)		
Due from Subsidiary Companies (Refer Note No. 35C)	0.00	0.00
Less Provision for doubtful debts	0.00	0.00
Due from Holding Company (Refer Note No. 35C)	0.00	0.00
Total	0.00	0.00

NOTE NO. 13 - OTHER FINANCIAL ASSETS

Particulars	#REF!	#REF!
Deposits	121.18	121.03
Advances Recoverable in Cash or Kind	2,484.31	1,261.20
Interest Receivable	0.34	0.30
Considered doubtful - Provided for	(1261.20)	-
Total	1,344.63	1,382.53

NOTE NO. 14 - OTHER CURRENT ASSETS

Particulars	#REF!	#REF!
Balance with Customs and Excise Authorities	2,208.70	2,208.53
Others	1.30	1.30
Balance with Revenue Authorities	-	5.00
Total	2,210.00	2,214.83

Note14.1. As per application for refund of the Cenvat Amount, the Company has filed an application for refund of Rs.2233.25 Lakhs, however the said application was rejected by the CESTAT authorities vide order dated 10th August 2016, against which the company has filed an appeal, the decision for the same is pending.

NOTE NO. 15 - EQUITY SHARE CAPITAL

Particulars	31st March, 2024		31st March, 2023
Authorised:			
10,00,00,000 (Previous Year 10,00,00,000) Equity Shares Par Value of Rs.10/- per Share	1,00,00,00,000.00	10,000.00	7,500.00
Total	1,00,00,00,000.00	10,000.00	7,500.00
Issued, Subscribed and Fully Paid up:			
9,76,18,082 (Previous Year 9,76,18,082) Equity Shares Par Value of Rs.10/- per Share		9,761.81	6,761.81
Total		9,761.81	6,761.81

15(i) - RECONCILIATION OF NUMBER OF SHARES

Particulars	31st March, 2024		31st March, 2023	
	No. of Shares	Amount	No of Shares	Amount
Number of shares outstanding at the beginning of the year	9,76,18,082	6,761.81	6,76,18,082	6,761.81
Allotment of Shares during the year			3,00,00,000	3,000.00
Number of shares outstanding at the end of the year	9,76,18,082	6,761.81	9,76,18,082	9,761.81

15(ii) - Terms/Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs.10 per share. However with the shareholders permission 51853000 shares have been immobilised this shares are held by Binani Industries Ltd. and they do not carry any voting rights. Except for immobilised shareholders, all other holders of equity shares are entitled to one vote per share. The company declares and pay dividend in Indian Rupees. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended March 31, 2023, the amount of dividend proposed for distribution to equity shareholders is Rs. NIL per share (previous year – Rs. Nil per share)

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

15(iii) - Details of Shareholders holding more than 5% shares in the Company as at the end of the period:

Name of Shareholder	31st March, 2024		31st March, 2023	
	% of Voting	No of Shares	% of Voting	No of Shares
Binani Industries Limited	19.52%	89,35,138	19.52%	89,35,138
Binani Industries Limited- immobilised shares (does not have voting rights)		5,18,53,000		5,18,53,000
Mina Ventures Private Limited	65.55%	3,00,00,000	65.55%	3,00,00,000

Shareholding of Promoters with voting power	31st March, 2024		31st March, 2023		Change (%)
	No. of shares held	% held	No. of shares held	% held	
Mina Ventures Private Limited	3,00,00,000	65.55%	3,00,00,000	65.55%	0.00%
Binani Industries Limited	89,35,138	19.52%	89,35,138	19.52%	0.00%
Total	3,89,35,138	85.08%	3,89,35,138	85.08%	0.00%

in the Financial Year 21-22 M/s Mina Ventures Private Limited (MVPL) has exercised their right to conversion of loan of Rs.3000 lakhs extended to the Company into equity at par. M/s Mina Ventures Private Limited has also agreed to meet all the liabilities of EZL including the liabilities towards Banks, Employees, Contract Employees and workers, statutory both present and future without any recourse to Binani Industries Limited in consideration for immobilisation of equity shares of EZL held by Binani Industries Limited (BIL) in terms of voting rights and reducing their holding alongwith their family to less than 15% going forward. MVPL has also agreed to replace the corporate guarantee extended by BIL to the Banks.

Note 16 : Other Equity

Particulars	31st March 2024		31st March 2023	
	Reserves and Surplus Retained Earnings	Attributable to the equity holders of the parent	Reserves and Surplus Retained Earnings	Attributable to the equity holders of the
Balance as on 31st March,2023 (P.Y. 31st, March 2022)	(25183.93)	19791.25	(25145.00)	19816.77
Profit/(Loss) for the year	(1654.35)	(1084.43)	(38.93)	(25.52)
Other Comprehensive Income for the year	-	-	-	-
Total Comprehensive Income for the year	(1654.35)	(1084.43)	(38.93)	(25.52)
Balance as at 31st March 2023 (P.Y. 31st March, 2022)	(26,838.28)	18,706.82	(25,183.93)	19,791.25

EDAYAR ZINC LIMITED**NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS****CONSOLIDATED FINANCIALS**

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 17 - CURRENT BORROWINGS

Particulars	31st March, 2024	31st March, 2023
Secured		
Cash Credit from Banks	14,650.27	14,650.27
Less: Deposit for OTS	0.00	0.00
	14,650.27	14,650.27
Unsecured		
Loans from Related Party	434.12	3,823.34
Loans from Holding company	500.00	500.00
Total	15,584.39	18,973.61

17(a)

Punjab National Bank and Oriental Bank of Commerce (now merged with Punjab National Bank) has declared the account as NPA w.e.f. June 30,2014 and in case of Punjab & Sind Bank, it was w.e.f. September 30,2014. Interest on bank loan has not been charged in books from April 01, 2016. The company has entered into an One Time Settlement with the Lenders for Rs.17,500 lakhs payable over a period with interest. The interest payable is backended and no interest is being provided. The exact benefit of the OTS will be recognised upon completion of OTS approved by the consortium of bankers. The timeline approved by the consortium of Bankers for OTS has already lapsed and the Company has approached the bankers for extension of time for which the decision from consortium of bankers is awaited.

Against the application made by the company for change of activity from Zinc Smelting to Industrial cum logistics hub, The Government of Kerala vide GO No. G.O (Tr)No.1169/2022/ID dated November 02, 2022 read with notification No. GO (P)No.309/2023/RD dated December 11, 2023 and clarification letter No.61/F1/2023-IND dated June 22, 2024, the approval for permission to sub-lease the land has been received only for vertical development scheme / logistics projects, however the proposed activity envisaged in the application was for "industrial cum logistics park " which also includes industrial activities other than logistics and vertical development, the approval for which is not specified and hence clarification/specific approval is awaited from the Government for sublet/ underlet or lease out or create any encumbrance of the land. The Government has also communicated their stand on the matter to the Bank and the Banks are also directly having meeting / communication with the Government. The Company is hopeful of completing the OTS as soon as the permission is received for the change of activity and hence has requested the bankers to extend the time specified for completing the OTS.

17(b)

During the year 2023-24 no amount has been paid (previous year 2022-23 NIL), (in 2021-22 an amount of Rs.2975.00 lakhs and in 2020-21 Rs. 2201.00 lakhs and in FY 2019-20 Rs.4300 lakhs)) has been repaid towards the One Time Settlement (Total Amount paid under the OTS Rs.9476 lakhs as of March 31, 2024). As per the DRT order dated August 12,2016, the Company has paid Rs.323.75 lakhs till March 31,2019 and the same has been adjusted by the banks against their dues. In addition, the Banks in FY 2019 adjusted the Fixed deposit proceeds of Rs.216.99 lakhs against their dues. The company had requested the Banks to adjust the same against the Principal dues. The OTS has been arrived at after adjusting the amounts paid as per the DRT order.

17(c)

Cash credit / Temporary over draft are secured by paripassu first charge by way hypothecation of the whole of the current assets of the company viz. stocks of raw materials, packing materials, stock in process, semi finished and finished goods, consumables stores and spares export / local bills receivable, book debts, movable plant and machinery, stores and spares relating to the machinery and other movables belonging to the company, both present and future paripassu second charge on the fixed assets of the Company located at Binanipuram, Kerala and by way of Corporate Guarantee of Binani Industries Limited. (Refer note no. 15)

17(d)

Period and amount of default as on the balance sheet date in respect of loans devolved letter of credit and bank guarantee invoked (excluding interest) :

Particulars	31st March, 2024 (₹ in lakhs)	Period (In months)
L/C Devolved during 2013-14 *	4,141.12	109
	4,881.83	109
L/C Devolved during 2014-15 *	4,581.98	106
	5,401.33	104
	4,645.19	100
B/G Invoked during 2015-16	115.82	90
	16.10	90
	13.63	90
	157.13	90
	20.30	85
	30.30	85
B/G Invoked during 2019-20 (K VAT)	46.13	39

Cash credit of Rs.14650.27 as per books of accounts is net of payments made towards Letter of Credit devolvement and Bank Guarantee invocations (gross amount Rs.24050.86 lakhs) and payment made towards OTS of Rs.9476 lakhs . The balance principal amount payable under the OTS is Rs. 8024 lakhs (Rs.17500 lakhs minus Rs.9476 lakhs) . Interest accrued on the OTS of Rs.2544.91 lakhs has not been accounted for and the Company has sought for waiver of the same. The liability towards banks as of March 31,2019 was Rs.24,142.44 lakhs as per books of accounts. The Company arrived at an One time Settlement with the Banks for Rs.17500 lakhs. Consequent reduction in the liability of Rs. 6,642 Lakhs has not been recognised in the books of accounts. The settlement under the OTS and the benefit derived under it will be accounted in the year of completion of OTS.

NOTE NO. 18 - TRADE PAYABLES

PARTICULARS	31st March, 2024	31st March, 2023
Trade Payables (including acceptances & Provisions)	163.34	163.34
Total	163.34	163.34

Particulars	Amount
(i) Principal amount remaining unpaid to MSME suppliers as on 31st March 2023 ref note no.18(ii) & (iii)	5.58
(ii) Interest due on unpaid principal amount to MSME suppliers as on 31st March 2024(not recognised in books also refer note below)	4.69
(iii) The amount of interest paid along with amounts of payment made to the MSME suppliers beyond appointed date	-
(iv) The amount of interest due and payable for the year (without adding the interest under MSME Development Act)	-
(v) The amount of interest accrued and remaining unpaid as on 31st March 2024	-
(vi) The amount of interest due and payable to be disallowed under Income Tax Act, 1961	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. The assets have been taken over by the Banks under Sarfesi and payments are being made as per the DRT –III Mumbai order dated February13, 2020. The MSME creditors are unsecured.	

Note 18.1 Trade Payables Ageing

As at 31st March 2024

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment	Total
-------------	--	-------

	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME		-	-	-	-
(ii) Others				157.87	157.87
iii) Disputed dues – MSME	-	-	-	5.58	5.58
(iv) Disputed dues - Others	-	-	-	-	-

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	-	-	-	-
(ii) Others				157.76	157.76
iii) Disputed dues – MSME	-	-	-	5.58	5.58
(iv) Disputed dues - Others	-	-	-	-	-

18 Amount Due to Micro and Small Enterprises

(i) The Company has initiated the process of identifying the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Company could identified two MSME as mentioned in note 18 (ii) (a) and 18 (iii)

(ii)(a) Chemical Process Ltd filed petition before Micro small and medium Enterprises Facilitation Council, Konkan Division under section 18 (1) of Micro, Small and medium Enterprises Development Act 2006 claiming outstanding amount of Rs. 281.72 lacs against the supply of product as per the contract dated 21st June 2013 for "Design, engineering, fabrication, testing, supply, supervision, commissioning assistance of FRP reactor for Tamzinc Project. BZL filed reply before the Facilitation Council on the ground that BZL is a sick company and its case is registered with the BIFR. BZL further stated that protection under section 22 (1) of SICA is available immediately after registration of reference with BIFR. Since BZL proceedings are still pending with BIFR, proceedings under Micro, Small and medium Enterprises Development Act 2006 can only be initiated with prior consent from BIFR or the appellate authority. This was turned down. The Supreme Court has held that any registration obtained under the Act can only be applied prospectively to seek the benefits of the Act. It has further categorically held in the case of Silpi Industries Vs Kerala State Road Transport Corporation that the seller/supplier ought to have registered under the provisions of the Act as on the date of entering into the contract with the buyer for the purpose of taking the benefit of the provisions of the Act. With this, the position that the requirement of registration under the Act is mandatory stands settled.

(ii)(b) M/s Chemical Process Equipments Pvt Limited an MSE had approached Micro and Small Enterprises Facilitation Council, Mumbai Region, Directorate of Industries, Government of Maharashtra for their claims and the latter has vide their order dated January 10, 2018 ordered the Company that "Respondent is required to pay to the Petitioner Rs. 281.72 lakhs including interest on each and every due amount of the invoice when become payable after deducton of 30 days till the realization of the amount to the Petitioner. " As banks have taken action under SARFESI and is under symbolic possession of the Banks w.e.f 21st July 2016 and physical possession from 23rd July 2019, no interest has been charged or considered in the Profit and Loss Accounts statements.

(iii) LADCO Galvanizers Pvt Limited has filed case with MSME counsel having registered office at SIPCOT. The amount outstanding is Rs. 5.58 lakhs as per our books of accounts. However they have claimed an outstanding of Rs. 5.62 lacs and interest of Rs. 4.69 lacs. matter is sub-judice. As banks have taken action under SARFESI and is under symbolic possession of the Banks w.e.f 21st July 2016 and physical possession from 23rd July 2019, no interest has been charged or considered in the Profit and Loss Accounts statements

The Hon'ble Supreme Court has held that any registration obtained under the Act can only be applied prospectively to seek the benefits of the Act. It has further categorically held in In the case of Silpi Industries Vs Kerala State Road Transport Corporation that the seller/supplier ought to have registered under the provisions of the Act as on the date of entering into the contract with the buyer for the purpose of taking the benefit of the provisions of the Act. With this, the position that the requirement of registration under the Act is mandatory stands settled

NOTE NO. 19 - OTHER FINANCIAL LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Security Deposit	61.48	61.48
Creditors for Capital Goods	288.21	288.21
Advance from Customers	80.79	80.79
Retention Money Received (refer Note No.18)	265.10	265.10
Others	606.92	610.69
Liabilities towards Employee's / Contract workers dues (see note 19.1 below)	1,453.18	1,454.68
Total	2,755.68	2,760.95

NOTE NO. 19.1

The PF department has vide mail dated January 30, 2024 has informed that "it has initiated legal action under section 14 of EPF & MP Act 1952 and recovery action under Section 8B to 8G of EPF and MP Act 1952 will be initiated without further notice." and has demanded payment of EDLI charges of Rs.2.09 lakhs with interest of Rs.0.94 lakhs aggregating to Rs.3.03 lakhs. Upon receipt of the notice EZL the Company has paid Rs.1.51 lakhs so far. As the Company has already closed operations in 2014 and the same has been communicated to the EPFO authorities vide mail dated 5th June 2024, the unpaid amount of Rs.1.52 lakhs is being disputed by the Company (also shown under disputed liabilities)

The company has entered into settlement with the workers vide agreement dated February 06, 2018 read with the Addendum dated 16/03/2020 for a consolidated amount of Rs. 2724.04 lakhs with applicable Interest. Against this amount the Company has paid Rs.1361 Lakhs as of March 31, 2024

The company is in receipt of a settlement agreement with contract laborers duly signed by the District Labour Officer and district Conciliatory Officer dated April 11, 2018 for an amount of Rs 2 crore; the payment for which falls due within 120 days from the date of the settlement agreement and delay in payment shall attract interest @ 7% p.a. till the date of payment. Against this amount the Company has paid Rs.99.25 Lakhs as of March 31, 2024 .

NOTE NO. 20 - OTHER CURRENT LIABILITIES

PARTICULARS	31st March, 2024	31st March, 2023
Other Liabilities - Refer note below 20(a)	914.78	915.56
Total	914.78	915.56

20(a) - OTHER LIABILITIES

Particulars	31st March, 2024	31st March, 2023
Customs Duty on Zinc Concentrate	475.19	475.19
Other Statutory Dues	439.59	440.37
Total	914.78	915.56

NOTE NO. 21 - PROVISIONS

Particulars	31st March, 2024	31st March, 2023
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Provision for Employee Benefits		
- Provision for leave encashment (unfunded)	29.64	29.64
-Provision for gratuity (unfunded)	255.00	255.00
- Provision for Loyalty	202.57	202.57
Total Provision	487.20	487.20
Less: Employee Benefits paid	-24.43	-19.97
	462.8	467.2
Provision for Other Liabilities	2,685.90	2,685.95
Total	3,148.67	3,153.17

NOTE NO. 21(a)

The Company has not operated the plant since November 27,2014 onwards. An application for closure of the plant was made to the Government of Kerala on June 12, 2015 and the same was rejected without granting us an opportunity to be heard. On October 16, 2015, the Labour secretary rejected the review petition filed under Section 25(O)(5) of the Industrial disputes Act, 1947. Consequently, the Company filed a writ Mandamus in High court of Kerala seeking directive to refer the matter for adjudication. Under the circumstances, the entire provisions for employee benefits have been classified as short term liability. Some of the employees have filed a case for payment of their full and final dues. During the year the Company has paid to management staff Rs.4.47 lakhs (PY FY 2023 Rs. 5.26 Lakhs). The total amount paid towards dues of of management staff is Rs.40.58 lakhs (upto FY 2023 Rs.36.12 lakhs)

The management staff have obtained a court order attaching the 34 acre land (which was already sold to Rhea Realtors by the Company refer note No. 47) and have prayed for payment with interest @ 12% p.a. The Company approached the court for mediation but the same failed and the matter is still sub-judice.

NOTE NO. 22 - REVENUE FROM OPERATIONS

Particulars	31st March, 2024	31st March, 2023
Sale of Products - Refer NoteNo. 21(a) & (b)		
Work -In Process	-	-
Stores and Spares	-	-
Total	0.00	0.00

NOTE NO. 22(a)

In the matter of Kerala state Pollution control Board, High Court of Kerala State Pollution Control Board order dated March 27,2019 constituted a committee with the district collector at the helm of affairs and removal of all hazardous materials is being done in a phased manner. A detailed report shall be filed as to steps taken in this regard by the Pollution control Board. (also see Note 21(C))

NOTE NO. 22(b)

For the year 2017-18 sale of Sulphuric acid and waste oils was effected pursuant to Kerala State Pollution Control Board order No PCB/ESC/CO-11/07 dated February 25,2017 directing the sales/ disposal of certain materials including Sulphuric acid, diesel oils etc. In terms of the said order, the Company sold Sulphuric acid and waste oils and the proceeds has been recognized as income in the books of 2017-18.

NOTE NO. 22(c)

Pursuant to the order dated December 06,2018, of the honorable High court of Kerala, Ernakulam, in respect of WP © No. 22772 of 2018, the Kerala State Pollution control Board (KSPCB) has sold

- 2792.79 MT of Zinc Sulphate Solution (Strong), 623 .53 MT of Zinc Sulphate (Weak) and 275.69 MT of Zinc Sulphate Crystals amounting to Rs. 187.29 Lakhs plus GST of Rs. 33.71 Lakhs (Total Sales of Rs. 221 Lakhs) in 2019-20.
- 1171.39 MT of zinc sulphate solution (strong) and 250 kg of copper sulphate amounting to Rs. 70.32 lakhs plus GST of Rs.12.66 lakhs (Total sales of Rs.82.98 lakhs) in 2018-19.

Bill has been issued by KSPCB and separate GST number in the name of KSPCB has been obtained. The sale proceeds have been deposited by KSPCB in a separate account opened by them in their name. Pending receipt of necessary documents / complete information from them, we have not recognized sale of goods in FY 2018-19 and FY 2019-20.

Sold to	Total (including GST) Rs. Lakhs	GST
M/s Shreesakthi Sulphates	73.89	11.21
M/s ICMC Corporation	232.35	35.44
M/s Sulfozyme Agro (I) Private Limited	0.05	0.00
Board's Deposit	0.10	0.00
Total	306.40	46.64

In response to the RTI application made by the Company, the KSPC Board has confirmed that it has spent Rs.19.06 lakhs in respect of removal of chemicals from Edayar Zinc Limited and Rs.1054 in bank charges till 13th November 2020. After taking this amount, the balance as of the date of the letter is Rs.2,40,68,222.66 (Rupees Two crore forty lakhs sixty eight thousand two hundred and twenty two and paise sixty six only). This amount is kept in an account opened under Head Disaster Management Edayar Zinc Limited.

NOTE NO. 23 - OTHER INCOME

Particulars	31st March, 2024	31st March, 2023
Interest Income from Banks	0.35	0.41
Interest Income - Others	0.00	0.00
Total	0.35	0.41

NOTE NO. 24 - CHANGES IN INVENTORIES OF RAW MATERIALS, WORK-IN PROCESS, FINISHED GOODS & STORES & SPARE PARTS (Refer Note No 9) NIL

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 25 - EMPLOYEE BENEFIT EXPENSES

Particulars	31st March, 2024	31st March, 2023
Salaries and Wages	0.55	0.95
Total	0.55	0.95

NOTE NO. 25(a)

The company has entered into settlement with the workers vide agreement dated February 06, 2018 read with the Addendum dated 16/03/2020 for a consolidated amount of Rs. 2724.04 lakhs with applicable Interest. Against this amount the Company has paid Rs. 1461.98 Lakhs as of March 31, 2024

NOTE NO. 25(b)

The company is in receipt of a settlement agreement with contract laborers duly signed by the District Labour Officer and district Conciliatory Officer dated April 11, 2018 for an amount of Rs 2 crore; the payment for which falls due within 120 days from the date of the settlement agreement and delay in payment shall attract interest @ 7% p.a. till the date of payment. Against this amount the Company has paid Rs.99.25 Lakhs as of March 31, 2024 (forming part of note no.19)

NOTE NO. 25(c)

Managerial staff have been retrenched as on July 31, 2015. Retrenchment compensation has been provided in the books. Against this amount the Company has paid Rs.83.68 Lakh as of March 31, 2024 (PY Rs.79.22 lakhs)

NOTE NO. 26 - FINANCE COST

Particulars	31st March, 2024	31st March, 2023
Bank Charges	0.00	4.41
Total	0.00	4.41

NOTE NO. 27 - DEPRECIATION AND AMORTISATION EXPENSES

Particulars	31st March, 2024	31st March, 2023
Depreciation on Tangible Assets	6.28	5.29
Depreciation on Intangible Assets	0.00	0.00
Total	6.28	5.29

NOTE NO. 28 - GENERAL, ADMINISTRATION AND OTHER EXPENSES

Particulars	31st March, 2024	31st March, 2023
Power and Fuel	0.00	1.44
Office Expenses	1.22	0.00
Repaires & Maintenance - Others	0.00	1.07
Advertisement Exp.	0.79	1.28
Interest on TDS / KVAT	0.10	0.00
Printing & Stationary Expenses	0.14	0.06
INTERNAL AUDIT FEES	0.80	0.40
Rates and Taxes	0.01	0.00
Secretarial Charges	0.00	6.05
Professional Fees	1.46	0.60
Legal Fees	0.00	13.59
Water Charges	0.00	0.74
Filing and Registration Fees	1.66	8.03
Travelling and Conveyance Expenses	0.01	0.17
Interest Expenses	0.00	0.11
Electricity Charges	0.00	0.00
Plot Shooting Expenses	0.00	0.00
Misc Expenses	0.00	34.50
Sundry Balances Written Off	6.52	0.00
Interest Payable on DGFT Amensty	29.40	0.00
Duty Payable to DGFT Under Amensty	86.63	0.00
Provision for doubtful debts	1,505.62	0.00
A	1,634.36	68.03

NOTE NO. 28(i) - AUDITOR'S REMUNERATION

Particulars	31st March, 2024	31st March, 2023
Payment to Auditors		
Statutory Auditors		
a) Audit Fees	1.10	0.60
B	1.10	0.60
Total (A + B)	1,635.46	68.63

NOTE NO. 28(ii) - Misc Expenses

Particulars	31st March, 2024	31st March, 2023
Hotel Exps	0.00	0.02
Survey Charges	0.00	1.17
Late Fees-GST	0.00	0.08
Interest on Gst	0.00	1.14
Other Misc Exps	0.00	32.09
Total	0.00	34.50

NOTE NO. 28(iii)

In the financial year 2017-18, KSEB has raised a demand vide letter dated 19/02/2018 for payment of Rs.4935 lakhs being arrears of electricity charges w.e.f. April 2014. The Company was also eligible for a refund of Rs. 22.92 lakhs based on Government of Kerala refund of Electricity Duty Order No. GO(Ms.) No.10/2016/PD dated 22/04/2016. KSEB was to correct the bills and accounts consequent upon High Court Order dated 25th March 2013 (WA No. 336 of 2010). The Company has requested for reduction in the contract demand in February 2015 for reduction to 1500 KVA and thereafter requested for further reduction to 300 KVA pursuant to the spot inspection done by KSEB in October 2015. The Kerala Electricity Supply code, 2014 contains provisions for disposal of application for reduction of contract demand in a time bound manner i.e. 45 days in case of EHT connection. Regulation 60 of the said code also states that if the applicant fails to avail supply due to reasons beyond its control, the applicant shall not be liable to pay any compensation or charges for such failure. KSEB's letter dated 05/04/2016 stated As per Regulation in Supply Code 2014, the licensor is bound to reduce the Contract Demand as requested by the consumer. The KSEB has already directed the agreement authority to reduce the Contract Demand and the compliance from the agreement authority in this regard is not received till date. Thereafter the bills already issued will be revised and the excess payment made if any, will be adjusted in the arrears. Due to reasons beyond the control, the Company could not operate the plant and therefore could not utilize the contract demand. Therefore the Company should not be held liable for fixed component of the contract demand. The charges on the contract demand are penalty in nature. The Company has requested KSEB to withdraw the same from the month of February 2015 Kerala State Electricity Board have been raising electricity bills based on minimum payable contract demand (75% of 18mva) even though the plant has been shut since November 2014. The Company has made written representations before the Board to reduce the contract demand to 1.5mva from February 2015 and has been paying based on minimum payable of this contract demand from July 2015 onwards. KSEB has appointed a committee to study the matter which has recommended relaxation of CD as 300kva. Company therefore submitted fresh application in December 2015. The Company has been effecting payments based on 300kva CD. KSEB has given a written confirmation that bills will be reworked as soon as they complete their internal procedures. KSEB has raised a demand vide letter dated 19th February 2018 for payment of Rs.49,35,29,508/- being arrears of electricity charges w.e.f April 2014. The notice states that in case the amount is not paid on or before March 24, 2018, supply shall be dismantled without any further notice. There is a cash deposit of Rs. 708 Lakhs in October 2017 bill apart from Cash deposit in "bund pump" bill of Rs. 1.17 lakhs It is however, not clear as to whether or not KSEB has adjusted the amount especially when we have shifted to LT from EHT. Refund of Electricity Duty was approved as per Government of Kerala GO (Ms.) No.10/2016/PD dated April 22, 2016 of Rs.22.92 lakhs. High Court vide Order dated 25th March 2013 (WA No.336 of 2010) stated that installation of additional rectifier and consequent no increase in the contract demand as rectifier is only a power transmitting equipment. Accordingly, KSEB was to revise the Bills for the period June 2004 till March 2013. Pending reconciliation / clarification / refund from KSEB, the income / demand has not been recognized in the books of accounts. The Company vide its letter dated 28th November, 2018 raised a counter claim of Rs. 642 Lakhs to KSEB.

Against the Writ Petition filed by the Company, the High Court of Kerala vide order dated November 26, 2020, ordered an interim stay upon payment of Rs. 529 lakhs. This amount has been paid. The matter is sub-judice. Also refer note 41 & 41.1.

In in Pre-82 concession judgement dated March 08, 2019 f the High court of Kerala, the High Court of Kerala has allowed the appeal filed by the Company reserving the rights of KSEB to issue fresh bills for the old smelting furnace if and only if the consumption readings are available separately. The Company had remitted the current charge amount for the period January 1987 to December 1991 at concessional rate. The current charges for the Id smelting furnace for the period January 1987 till December 1991 at normal tariff as per the old smelting furnace readings aggregated to Rs.19,56,475/-. KSEB had levied interest on the same and has demanded Rs. 1,23,99,226 (including interest of Rs.1,04,42,751/-) as of December 04, 2021. KSEB has demanded remittance on or before January 30, 2022.

As the demands of KSEB is already sub-judice no payment has been paid. The Company has made a provision of Rs. 15 Crore for the KSEB/ other likely demands.

- a) KSEBL claim was contested in the High Court, and the entire payment of INR 5.29 crores as per the interim order of the High Court is fully paid to the KSEBL, and a stay has been secured against revenue recovery.
- b) Based on the litigation pending before the National Green Tribunal(NGT), in which M/S Edayar Zinc Ltd. along with Kerala Pollution Control Board and National Green Tribunal South Zone, is a respondent, NGT has directed to constitute a Joint Committee comprising representatives from the Central Pollution Control Board (CPCB), Kerala State Pollution Control Board (KSPCB), a scientist from Kerala Agricultural University, and a senior soil conservation officer, to investigate and ascertain the following aspects:
1. Soil Contamination: The committee is determining if the respondent company's activities have led to soil contamination in nearby agricultural lands.
 2. Regulatory Compliance: The committee is assessing whether the respondent company is adhering to the conditions set by regulators in the consents or clearances granted to them.
 3. Industrial Waste Handling: The committee is examining if the industrial waste generated during the company's manufacturing process is being managed in accordance with hazardous substance disposal rules.
 4. Continued Pollution: Whether any of the past activities of the respondent company still continues, which results in continuous pollution causing contamination of that area, and if that be the case what is the extent of the contamination caused on account of contribution if any, made by the activities of respondents, what is the nature of remediation of action to be taken up for the purpose of remedying the situation in that area and what is the quantum of compensation that has to be realized from the person responsible for such contribution of taking into account of the nature of violation committed by them and polluted activity that has been produced on account of their operational methods in running the industry.

This matter was subjudice, pending final direction from the National Green Tribunal as of March 31,2024. On July 18,2024 the NGT has ordered that there are orders already passed by the Hon'ble High Court of Kerala (Ernakulam) wth periodical monitoring compliance and hence no separate orders need to be passed and that the Original Application by M/s Mohammed Iqbal (OA No.143 of 2020 and OA No.182 of 2021) are closed and that in view of the disposal of the OA of 143 of 2020, IA No.99 of 2022 is also disposed off.

NOTE NO. 28(iv)

In the High court of Kerala at Ernakulam (WP@ No.22772 of 2018(S), the Court has ordered for removal of hazardous substances and other waste materials failing which a sum of Rs.10,000 (Rupees ten thousand) per day is leviable in the account of the Juvenile Justice Balanidhi Account. The Company has removed the hazardous substances.

In the matter of writ filed by Mr. P E Shamsudheen in which the Kerala High Court on 4th January 2016 passed interim order against shifting of plant, machineries and equipment from factory till disposal of writ petition. Mr. P E Shamsudheen has vide Order dated 27th March, 2019 withdrawn the petition.

Kerala Water Authority has demanded payment of the following:-

Particulars	Amount (Rs.)
Deposit for supplying of water to existing residences (516 in number) in ward No. 15 of Kadungallor Panchayat as per agreement dated 9 th March 2005. (Net of deposit of Rs. 16,02,635 vide cheque dated 8/8/2006 of South Indian Bank)	35,98,645.00
Incremental deposit as per revision of water charges for 10KL for 516 connections for the period October 2010 till march 2018*	9,28,800.00
Dues for water connection upto February 15, 2018	8,31,139.00
Additional demand of kadungaloor Panchayat as discussed in meeting dated 28 th December 2017 where the beneficiaries are increasing the number of beneficiaries to 550 from 516	6,85,440.00
Additional deposit for future tariff increases	52,01,280.00
Pending water dues of 516 families after deduction of payment by EZL till November 2017	21,44,523.00
Total	1,33,89,827.00

* Delay in deposit of this amount would entail payment of Rs.10,320 per month.

1. The company has already paid for the deposit of water charges for supply of 10KL per month for 540 houses in Edayar Kadungalloor Panchayat ward No.28 (former ward No.15). Total amount paid as deposit is Rs. 31.56 lakhs. The amount has been reconciled with the Kerala Water Authority
2. During the Financial Year 2020-21, the Company paid Rs. 11 lakhs (arrived at after considering the deposit of Rs.31.56 lakhs which was missed to be recognized by the KWA) to the Kerala Water Authority and presently there is nothing due as on date.
3. The incremental deposit for water in excess of 10 KL per month will be claimed by the KWA from the beneficiaries.

NOTE NO. 29 - EXCEPTIONAL ITEMS

Particulars	31st March, 2024	31st March, 2023
Total	0.00	0.00

RBG Minerals Industries Limited was formed for the purpose of setting up a beneficiation plant and extraction of lead, copper and zinc concentrates. The Company had an underlying MOU with the Rajasthan and Gujarat Government for transfer of Deri and Ambaji mines in 2021. The Company took Basantgarh mine on lease from RSMML and has been paying dead rent. The Gujarat and Rajasthan Government have not transferred the mine in the name of the Company.

With the new mining policy in place the chances of transferring of mines by the Government seems unlikely. RSMML is also following up to settle /pay the overdue dead rent dues of Rs.7 lakhs and surrender the mine. Given the position, the diminution in the value of investment in the subsidiary has been provided for.

Note No. 30 Earnings Per Share (Basic/Diluted) - Before Excluding Extraordinary Items

Particulars	31st March, 2024	31st March, 2023
Loss for the year as per Statement of Profit and Loss (Rs.Lakhs)	(1,654.35)	(38.93)
Share Capital at the close of the year	9,76,18,082	9,76,18,082
Weighted Average number of Equity Shares of Rs.10/- each (fully paid)	9,76,18,082	9,76,18,082
Earnings Per Share (Basic)	(1.69)	(0.04)
Earnings Per Share (Diluted)	(1.69)	(4.07)

NOTE NO. 31

Bankers led by Punjab National bank have taken physical possession of the following mortgaged assets on 23rd July, 2019.

Land and Building and Plant and Machinery situated at Edayar Zinc Limited including an extent of 95.34 acres of land in Binanipuram, Kadungaloor Village Parur Taluka, Ernakulam District admeasuring area of Land :- 95.34 acres Industrial Building admeasuring area 117483 sq. .meters along with inventory and current assets

NOTE NO. 32

EZL filed Insurance Claim before the consumer dispute Kerala State Commission against Oriental Insurance Co. Ltd. seeking order directing Oriental Insurance to pay an amount of Rs. 71.12 lakhs.

Oriental insurance company rejected Company's claim citing non-disclosure of material facts by Company ie. Non-disclosure that DG set was old. Company's contention is that Company have asked Oriental Insurance Co. Ltd to cover the existing DG set .

NOTE NO. 33

In respect of capital goods imported at concessional rate of duty under the EPCG Scheme, the Company received notice no. DRI/BZL/CHN/SCN-08/2016 from DRI dated 29/11/2016 for an export obligation of Rs. 965.02 lakhs which is required to be met at different dates before November 2019. In the event of non-fulfilment of the export obligation, the Company will be liable to refund the availment of concessional customs duties and penalties as applicable. The DRI authorities had come to the plant and seized the imported capital goods which was in carton, which is included in CWIP.

DRI vide order dated 01/02/2018 have ordered payment due of Rs. 1.95 crore as follows which would be made good by enforcing the Bond executed at the time of clearance of the consignment. The value of bonds issued at the time of Import is Rs. 1.32 crore (see break-up below). This apart, the goods imported of value Rs. 3.65 crores have been confiscated.

CALCULATION OF PENALTY UNDER DRI ORDER dated February 01, 2019

	Rs.	Rs.	Rs.
Rejection of Concessional duty			86,63,267
Interest from date of clearance of consignment			
Date of Licence (considered as date of BoE)	08-11-2013	08-11-2013	
Balance Sheet date	30-06-2019	30-06-2019	
Interest from date of clearance of consignment	18%	18%	
Interest Amount			88,00,930
Fine			30,00,000
Penalty			10,00,000
Total payable under the DRI order (EPCG)			2,14,64,197
Bonds Issue in favour of President of India			
Bond dated			

EDAYAR ZINC LIMITED

25th February 2014	65,12,000	65,12,000	
17th April 2014	58,16,000	58,16,000	
28th November 2013	8,86,000	8,86,000	1,32,14,000

Vide order dated February 24, 2021 the office of Directorate of Foreign and General Trade has levied a fiscal penalty of Rs. 50 lakhs. The Company has filed an appeal with DGFT Bangalore for setting aside the order and waiver of penalties. The Company has also made application under the amnesty scheme. The Department of Revenue, Central Board of Taxes and Customs vide letters dated 29/02/2024 & 23/03/24 have stated that in accordance with the office note received from the License cell and Assistant Commissioner, Nedumbassery, Cochin that the payment under the amnesty scheme against the EPCG Licence No.1030002551 dated November 08,2013,1030002552 dated November 08, 2013 and Licence No.1030002553 dated November 11, 2013 is Rs. 1,16,03,039 (Rupees One crore sixteen lakh three thousand and thirty nine only) and the same is payable before March 31,2024. The duty forgone including interest isRs.10,07,153.20 (Rupees ten lakhs seven thousand one hundred and fifty three and paise twenty only) As the assets are under Sarfesi, we have sought time for payment. The Company has provided for the same in FY 2023-24.

33.a.

As per letter dated 04th March, 2022 PNB alongwith other consortium banks have approved the OTS revival and extention request and as per the letter the balance OTS of all was to be paid by 31st July, 2022 which has not been adhered to by the company due to which the company is liable to pay delay interest of Rs. 4050 lacs over and above the OTS amount. The Company has not made any provision for this interest in the books of accounts. The Company proposed to apply for waiver of the interest as the delay is on account of Covid & reasons beyond the control of the Company.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS

(All amounts in INR lakhs, unless otherwise stated)

Particulars	Amount
(i) Principal amount remaining unpaid to MSME suppliers as on 31st March 2024	5.58
(ii) Interest due on unpaid principal amount to MSME suppliers as on 31st March 2024	-
(iii) The amount of interest paid along with amounts of payment made to the MSME suppliers beyond appointed date	-
(iv) The amount of interest due and payable for the year (without adding the interest under MSME Development Act)	-
(v) The amount of interest accrued and remaining unpaid as on 31st March 2024	-
(vi) The amount of interest due and payable to be disallowed under Income Tax Act, 1961	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors. The Supreme Court has held that any registration obtained under the Act can only be applied prospectively to seek the benefits of the Act. It has further categorically held in the case of Silpi Industries Vs Kerala State Road Transport Corporation that the seller/supplier ought to have registered under the provisions of the Act as on the date of entering into the contract with the buyer for the purpose of taking the benefit of the provisions of the Act. With this, the position that the requirement of registration under the Act is mandatory stands settled	

Note 32 (b) Trade Payables Ageing

As at 31st March 2024

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	-	-	-	-
(ii) Others	-	-	-	163.46	163.46
iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 Years	1-2 Years	2-3 Years	More than 3 Years	
i) MSME	-	-	-	-	-
(ii) Others	-	-	-	163.34	163.34
iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Note 32 (c) Trade Receivables

As at 31st March 2024

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	-	0.00	-	-	-	-
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Note 32 (c) Trade Receivables

As at 31st March 2023

(Rs.in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) Undisputed Trade receivables – considered good	-	-	-	-	4,632.18	4,632.18
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-

Note 32 (d) Relationship with Struck Off Companies

There are no transactions which have been entered with Struck off companies and corresponding balances remaining outstanding as on 31st March 2024.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 33

In respect of capital goods imported at concessional rate of duty under the EPCG Scheme, the Company received notice no. DRI/BZL/CHN/SCN-08/2016 from DRI dated 29/11/2016 for an export obligation of Rs. 965.02 lakhs which is required to be met at different dates before November 2019. In the event of non-fulfilment of the export obligation, the Company will be liable to refund the availment of concessional customs duties and penalties as applicable. The DRI authorities had come to the plant and seized the imported capital goods which was in carton, which is included in CWIP.

DRI vide order dated 01/02/2018 have ordered payment due of Rs. 1.95 crore as follows which would be made good by enforcing the Bond executed at the time of clearance of the consignment. The value of bonds issued at the time of Import is Rs. 1.32 crore (see break-up below). This apart, the goods imported of value Rs. 3.65 crores have been confiscated.

CALCULATION OF PENALTY UNDER DRI ORDER dated February 01, 2018		
	Rs.	Rs.
Rejection of Concessional duty		86,63,267.00
Interest from date of clearance of consignment		
Date of Licence (considered as date of BoE)	41,497.00	
Balance Sheet date	3/31/2019	
Interest from date of clearance of consignment	0.18	
Interest Amount		84,12,151.00
Fine		30,00,000
Penalty		10,00,000
Total payable under the DRI order (EPCG)		2,10,75,418
Bonds Issue in favour of President of India		
Bond dated		
25th February 2014	65,12,000	
17th April 2014	58,16,000	
28th November 2013	8,86,000	1,32,14,000

Vide order dated February 24, 2021 the office of Directorate of Foreign and General Trade has levied a fiscal penalty of Rs. 50 lakhs. The Company has filed an appeal with DGFT Bangalore for setting aside the order and waiver of penalties. The Company has also made application under the amnesty scheme.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 34- ASSETS PLEDGED AS SECURITY

The carrying amounts of assets pledged as security for current and non-current borrowings are:

Particulars	31st March, 2024	31st March, 2023
Current (Second charge/ Exclusive Charge)		
Financial Assets		
First Charges		
Cash and cash equivalents	4.04	4.04
Other Bank balances	4.08	4.08
Loans	-	-
Other financial assets	1,344.63	1,382.53
Other current assets	2,210.00	2,214.83
Non Financial Assets		
Inventories	-	-
Total current assets pledged as security	3,562.74	3,605.47
Non-Current (Second charge/ Exclusive Charge)		
First Charges		
Factory Land (95.34 Acres) *	29.70	29.70
Buildings, Plant & Equipments & Furnitures *	191.87	197.60
Total non-current assets pledged as security	221.56	227.30
Total assets pledged as security	3,784.31	3,832.77

* The Company had given third party first charge on Fixed Assets in favour of EXIM Bank of India who is lender to Binani Industries Limited (Holding company) for the loan of Rs. 31670.17 lakhs (outstanding as on March 31, 2018). Binani Cement Limited another subsidiary of Binani Industries Limited has also given corporate guarantee for the said facility. Exim Bank invoked the guarantee of Binani Cement Limited and as per the NCLAT order dated 14th November 2018, Exim Bank of India was paid off by Ultratech Nathdwara Cement Limited (Formerly known as Binani Cement Limited). The Guarantees no more exist.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 35 - RELATED PARTY DISCLOSURE AS PER AS 18 ISSUED UNDER ACCOUNTING STANDARD RULES 2006 (AS AMENDED)

A) Names of Related Parties and description of relationship:

a) **Holding Company** : Mina Ventures Private Limited w.e.f. March 04, 2022

M/s Mina Ventures Private Limited has exercised their right to conversion of loan of Rs.3000 lakhs extended to the Company into equity at par. M/s Mina Ventures Private Limited has also vide letter dated 3rd March, 2022 agreed to meet all the liabilities of EZL including the liabilities towards Banks, Employees, Contract Employees and workers, statutory both present and future in consideration for immobilisation of equity shares of EZL held by Binani Industries Limited in terms of voting rights and further reducing their holding including holding of family to less than 15%.

Accordingly, the shareholding of the Company stands as below:-

Name of Shareholder	% of Voting	No of Shares
Binani Industries Limited (PY No.of Shares 89,35,138 voting 19.25%)	19.52%	89,35,138
Binani Industries Limited- immobilised shares (does not have voting rights) (PY 51853000)		5,18,53,000
Mina Ventures Private Limited (PY 3,00,00,000 Voting 65.55%)	65.55%	3,00,00,000

b) **Subsidiaries** : R.B.G. Minerals Industries Limited (WOS), Green Panel Investment LLP (70%) is associatec) **Fellow Subsidiaries (including step down subsidiaries)** :

Nil

d) **Key Management Personnel & Enterprises where Promoters have got significant influence:**

(Excluding holding company, subsidiaries and fellow subsidiaries) Mr. Braj Binani and Triton Trading Company Private Limited till March 04, 2022.

Mohammad Bismith Allingal-R.B.G. Minerals Ind. Ltd., Edayar Zinc Ltd., Serafic Developers and Traders Pvt. Ltd., Green Panel Investment LLP.

Mr. Mohammed Bismith Allingal Managing Director, CFO wef 16th March, 2022

e) **Directors:**

Name of Directors	Designation	Period
Mr. Mohd. Bismith Allingal	Managing Director & CFO	w.e.f. 16.03.2022
Mr. Abdul Salim Ali Kunju	Director	w.e.f 26.03.2021
Mrs. Shahina Kalla	Director	w.e.f. 16.03.2022
Mr. Vargis Jacob	Director	w.e.f. 03.01.2022
Mrs. Visalakshi Shridhar	Director	w.e.f. 04.03.2022
Mr. Pravin Prakash Pandye	Company Secretary	w.e.f. 22.09.2022

Particulars	31st March, 2024	31st March, 2023
B) TRANSACTIONS		
Directors Sitting Fees		
Mr. Abdul Salim Ali Kunju	0.00	0.00
Mrs. Shahina Kalla	0.00	0.00
Mr. Vargis Jacob	0.00	0.00
Mrs. Visalakshi Shridhar	0.00	0.00
Service Charges Expenses		
- Triton Trading Company Limited	0.00	0.00
- Binani Industries Limited	0.00	0.00
Loans & Advances Paid / Repaid / Received		
- Loans and Advances received from Binani Industries Ltd		0.00
- Loans and advances given to R B G Minerals Industries Ltd	0.00	0.00
- Loans and Advances from Green Panel Investment LLP	3,429.26	3,245.03
Allotment of Shares to Mina Ventures Pvt. Ltd.	3,000.00	3,000.00

Particulars	31st March, 2024	31st March, 2023
C) BALANCES AS ON 31.03.2022		
<u>Assets:</u>		
Investment in Equity		
- R B G Minerals Industries Ltd (refer Note No.6)*	500.00	500.00
Investment in Associates		
- Green Panel Investment LLP	0.70	0.70
Other Financial Asset		
- Green Panel Investment LLP	1,223.11	0.00
Short Term Loans & Advances Given		
- R B G Minerals Industries Ltd	4.27	4.18
<u>Liabilities:</u>		
Current Borrowings (Unsecured)		
- Binani Industries Limited**	434.12	434.12
- Green Panel Investment LLP	0.00	3,389.22
- Mina Ventures Private Limited	500.00	500.00

* Gross of Provision for dimunition in value of investments

** Ceased to have significant influence w.e.f. March 04th 2022 due to imbolisation of voting rights for 51835000 shares.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 36 - FAIR VALUE MEASUREMENTS

Financial instruments by category

Particulars	31st March, 2024			31st March, 2023		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
Financial Assets						
Investments						
- Equity instruments	-	-	18.20	-	-	18.20
- Associates	-	-	0.70	-	-	0.70
Loans	-	-	-	-	-	-
Cash and cash equivalents	-	-	4.04	-	-	4.04
Bank deposits with more than 12 months maturity	-	-	4.08	-	-	4.08
Other financial assets	-	-	1,344.63	-	-	1,382.53
Total Financial Assets	-	-	1,371.65	-	-	1,409.55
Financial Liabilities						
Borrowings	-	-	15,584.39	-	-	18,973.61
Trade payables	-	-	163.46	-	-	163.34
Other financial liabilities	-	-	2,754.90	-	-	2,760.95
Total Financial Liabilities	-	-	18,502.75	-	-	21,897.90

NOTE NO. 37 - FINANCIAL RISK MANAGEMENT

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommend risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department include management of cash resources, implementing hedging strategies for foreign currency exposures like foreign exchange forward contracts, borrowing strategies and ensuring compliance with market risk limits and policies.

The Company's risk management is carried out by Finance department under policies approved by the board of directors. The Company finance department identifies, evaluates and hedges financial risks in close co-operation with the Company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(A) Credit risk

The company is exposed to credit risk, which is the risk that counter party will default on its contractual obligation resulting in a financial loss to the group. Credit risk arises from cash and cash equivalents, financial assets carried at amortised cost, derivative products and deposits with banks and financial institutions, as well as credit exposures to trade/non-trade customers including outstanding receivables.

(i) Credit risk management

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses financial reliability of customers and other counter parties, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of financial assets. Individual risk limits are set and periodically reviewed on the basis of such information.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as:

- i) Actual or expected significant adverse changes in business,
- ii) Actual or expected significant changes in the operating results of the counter party,
- iii) Financial or economic conditions that are expected to cause a significant change to the counter party's ability to meet its obligations,
- iv) Significant increase in credit risk on other financial instruments of the same counter party,
- v) Significant changes in the value of the collateral supporting the obligation or in the quality of the third-party guarantees or credit enhancements

Financial assets are written off when there is no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized as income in the statement of profit and loss.

The Company measures the expected credit loss of trade receivables and loan from individual customers based on historical trend, industry practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on the historical data, loss on collection of receivable is not material hence no additional provision considered.

Ageing of Account receivables

	As at 31st March, 2024	As at 31st March 2023
Not due		
0-180 Days		
181-360 Days		
1 years to 2 years		
More than 2 years		4,632.18
Total	-	4,632.18

Financial Assets are considered to be of good quality and there is no significant increase in credit risk.

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

(B) LIQUIDITY RISK

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, group treasury maintains flexibility in funding by maintaining availability under committed credit lines

Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities below) and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at Corporate in accordance with practice and limits set by the Holding Company Management. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the group's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) Financing arrangements

The group does not have access to any undrawn borrowing bank facilities at the end of the reporting period:

	31st March, 2024	31st March, 2023
Floating rate		
Expiring within one year (bank overdraft and other facilities)	0.00	0.00
Expiring beyond one year (bank loans)	-	-
Total	0.00	0.00

The credit facilities sanctioned by the Bank became NPA in the year 2014-15 and Banks have cancelled the working capital facilities and taken physical possession of the assets charged under Sarfesi, 2002. Also refer to note on One Time settlement with the banks. (refer note no.17)

(ii) Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for:

- all non-derivative financial liabilities

The amounts disclosed in the table are the contractual undiscounted cash flows.

I) Maturity patterns of Borrowings

As at 31st March, 2024	0-180 Days	181-360 Days	1 years to 5 years	More than 5 years	Total
Short term borrowings	15,584.39	-	-	-	15,584.39
Total	15,584.39	-	-	-	15,584.39

As at 31st March, 2023	0-180 Days	181-360 Days	1 years to 5 years	More than 5 years	Total
Short term borrowings	18,973.61	-	-	-	18,973.61
Total	18,973.61	-	-	-	18,973.61

II) Maturity patterns of other Financial Liabilities

As at 31st March, 2024	0-180 Days	181-360 Days	1 years to 2 years	More than 2 years	Total
Trade Payable		-	-	163.46	163.46
Other Financial liability (Current and Non Current)		-	-	2,754.90	2,754.90
Payable related to Capital goods	-	-	-	-	-
Total	-	-	-	2,918.36	2,918.36

As at 31st March, 2023	0-180 Days	181-360 Days	1 years to 2 years	More than 2 years	Total
Trade Payable		-	-	163.34	163.34
Other Financial liability (Current and Non Current)		-	-	2,760.95	2,760.95
Payable related to Capital goods	-	-	-	-	-
Total	-	-	-	2,924.29	2,924.29

(C) Market risk

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company holds monetary assets and liabilities which are in currency other than its functional currency.

(a) Foreign currency risk exposure:

The Company has following unhedged foreign currency risk (all in Foreign Currency Lakhs) at the end of the reporting period expressed in INR, are as follows

Particulars	31st March, 2024	31st March, 2023
Financial assets		
Receivables (USD)	-	-
Net exposure to foreign currency risk (assets)	-	-
Financial liabilities		
Trade Payable (USD)	-	-
Net exposure to foreign currency risk (liabilities)	-	-

(b) Sensitivity

The sensitivity of profit or loss to changes in the exchange rates arises mainly from foreign currency denominated financial instruments.

Particulars	2023-24		2022-23	
	1% Increase	1% Decrease	1% Increase	1% Decrease
USD	-	-	-	-
Total	-	-	-	-

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 38 - CAPITAL MANAGEMENT**(a) Risk management**

The Company aim to manages its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders.

The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares or sell the assets to reduce the debt.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

NOTE NO. 39 - CONTINGENT LIABILITIES AND COMMITMENTS:**(a) Contingent Liabilities**

Particulars	31st March, 2024	31 st March, 2023
Contingent Liabilities:		
Claims against the company not acknowledged as debt (Disputed Tax/duty and other demands)	12,061.19	6,824.19
Total	12,061.19	6,824.19

39.1 Details of Guarantees :

Particulars	31st March, 2024	31 st March, 2023
Other Bank Guarantees	0.00	109.50
Total	0.00	109.50

39.2 Note on EZL - KAVT status for the period 2005-06 till 2014-2015

In the recent past, company applied for revision of assessment for all the years from 2005-06 till 2014-15 by approaching appellate tribunal and its kerala high court for direction to the department to consider C forms / F forms not presented / not considered because of non availability of state check post data during original assessment time under the Amnesty Scheme. KVAT department accepted our application and the amount of Rs. 541.40 lakhs was paid in full under the amnesty scheme.

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANCIALS)

(All amounts in INR lakhs, unless otherwise stated)

NOTE NO. 40 : Income taxes

The major components of income tax expense for the Year ended 31st March 2024 and 31 March 2023 are:

(a) Statement of profit and loss:

Particulars	31st March, 2024	31st March, 2023
(a) Income tax expense		
Current tax		
Current tax on profits for the year	-	-
Adjustments for current tax of prior periods	-	-
Total current tax expense	-	-
Deferred tax		
Decrease (increase) in deferred tax assets	-	-
(Decrease) increase in deferred tax liabilities	-	-
Total deferred tax expense/(benefit)	-	-
Income tax expense	-	-

(b) The reconciliation of tax expense and the accounting profit multiplied by tax rate :

	31st March, 2024	31st March, 2023
Profit before income tax expense	(38.93)	(1,175.54)
Enacted income tax rate in India	26.00%	26.00%
Income tax expense as per enacted rate	(10.12)	(305.64)
Tax effect of amounts which are not deductible(taxable) in calculating taxable income:		
Expenses disallowed since business not commenced		
Depreciation	-	-
Other items	-	-
DTA not recognised	10.12	305.64
Adjustments for current tax of prior periods	-	-
Tax losses for which no deferred income tax was recognised	-	-
Income tax expense	-	-

Note: Deferred Income Tax Asset is not recognised in the books.

EDAYAR ZINC LIMITED

(A Subsidiary of Binani Industries Limited)

NOTES ATTACHED TO AND FORMING PART OF FINANCIAL STATEMENTS (CONSOLIDATED FINANC

(All amounts in INR lakhs, unless otherwise stated)

Note 41 In the year 2004 KSEB had imposed penalty of Rs.20 lakhs per month for unauthorized additional load. The Single Bench of the Hon'ble High Court of Kerala, had in December 2009, disposed the Company's Petition against the Order of the Appellate Authority (Dy. Chief Engineer KSEB) and quashed the order levying penalty for un-authorized additional load. Matter was remanded with a direction to take a decision afresh in accordance with Law considering the bonafide conduct of the Company. The Single Judge held that the Company had obtained all the necessary approvals & energization order from Electrical Inspectorate as stipulated in the conditions of supply of KSEB and since there was no violation, the penal charges are not payable. However matter was remanded. Company filed appeal against remand before the Division Bench. Division Bench held in Company's favor completely. Hence no provision is considered necessary at this stage. (also refer note 27(ii))

41.1 In respect of electricity charges payable for certain years in the prior period, KSEB had withdrawn the concessional tariff eligible for the Company. Though initially the tariff concession was extended, it was subsequently withdrawn by KSEB, on the specific plea that the capacity expansion (which was the criteria for eligibility) was not achieved before due date. KSEB raised claim for Rs. 816.88 Lakhs for those years, which was provided for. The Company had taken up the matter before the Hon'ble High Court of Kerala, which was admitted. KSEB withdrew its earlier order and sought permission for de novo determination, which was accepted by the Single Judge. Company went before Division Bench to issue necessary orders for accepting Company's eligibility. Hearings have been completed and reserved for judgement. Since the matter is pending for nearly three decades and based on the legal advice obtained, the said amount of Rs. 816.88 lakhs provided for, was considered no longer payable and written back in the accounts of the Company in the year 2003-04. The Company, as legally advised, is hopeful of a favourable decision on final settlement of the issues involved in the matter and hence no provision is made for the said amount, which is included under contingent liabilities. (also refer note 27(ii))

NOTE NO. 42 SEGMENT REPORTING

The Company operates in a single segment i.e. 'Production and Sales of Zinc and allied products in India'. The company's entire Zinc sales are in India. Hence no additional disclosures under Ind AS "Operating Segments" are required in these financial statements. There is no operations during the year ended 31st March, 2023.

NOTE NO. 43 RISK MANAGEMENT TRANSACTIONS

43.1 The Company undertakes hedging against the risk in commodity prices (zinc prices) through derivative instruments in London Metal Exchange. The gain/losses are recognized in the Statement of Profit and Loss on settlement of the transaction. During the year 2022-23, the Company has not undertaken any fresh hedging activities.

43.2 In pursuance of the announcement dated 29/03/2008 of the Institute of Chartered Accountants of India on accounting for derivatives, mark to market gains (net) on outstanding derivative instruments as at 31/03/2021 stood at Nil (Previous Year Nil).

NOTE NO. 44 The consortium of Banks led by Punjab National Bank have sanctioned a One Time settlement during 2019-20 for Rs. 17500 lakhs. The Banks had taken physical possession of the mortgaged assets in July 2019. As per the terms of the One Time Proposal, the mortgaged assets will be sold and the proceeds will be utilised for payment towards the One Time settlement. The Debt recovery Tribunal has vide order dated February 13, 2020 permitted the sale of assets mortgaged either by the Banks or by the Company with the permission of the Banks under the provisions of the SARFESI Act and the Banks shall issue a Certificate of sale thereof. Further the Banks have been permitted appropriation of the sale proceeds of the said secured assets on a first priority in terms of section 26E of the SARFESI Act and the notification dated December 24, 2019 issued in respect thereof by the Ministry of Finance (Department of Financial Services) where the debts of the banks are to be paid on a priority to all other debts, all revenues, taxes, cesses and other rates payable to the Central Government/ State Government/local authority.

During the year 2019-20 the application filed by Punjab National bank before the Hon'ble National Company Law Tribunal, Kolkata for admission of the Company's matter under the Insolvency and Bankruptcy Code, 2016 (IBC) has been disposed off as withdrawn vide order dated December 04, 2019 as the Company has arrived at an One Time Settlement with the Banks.

As part of the Corporate Insolvency Resolution Process in Binani Cement Limited and order dated November 14, 2018 of NCLAT, Binani Cement Limited has already paid the dues to EXIM bank who had invoked the Corporate Guarantee issued by Binani Cement Limited.

Company has been assigned Land by the Government of Kerala in 1964 under Rules of Assignment of Govt. Land in Development area for the Industrial Purpose. The land assigned shall be used only for the purpose of erection of zinc smelter, acid plants and any other types of Plants, shops, warehouses, structures, residential buildings and other buildings of all kinds for their purpose and their successors and assigns. The control and stake of the Government of Kerala on the land is still in force and the physical possession of the Land is with Consortium of Bankers.

As per the assignment order, the inheritor also has to carry on the same business or in case of utilizing land for a different purpose within the scope of industrial act the Company has to mandatorily obtain prior approval for change of activity from the Department of Industries, Govt. of Kerala.

The Government has approved the change of activity from zinc smelting to carry on activity as industrial cum logistics hub to the company through new promoters. The application to the Government of Kerala submitted by the Company for change of activity from zinc smelting to industrial cum logistics hub

NOTE NO. 45 The management has recognised impairment loss of Rs.610.53 lacs in FY 2022 in financial statement in accordance with the provisions of Indian Accounting Standard – IND AS 36 (Impairment of Assets).

NOTE NO. 46 The company has entered into One Time Settlement (OTS) with the Banks wherein the OTS will be paid out of sale proceeds of the mortgaged assets. The company has obtained an order from DRT-III for utilization of the sale proceeds in terms of Section 26E of the SARFAESI Act 2002. Sale is being done as per the OTS sanction and DRT order. Up to March 31, 2024 an amount of Rs. 9476 lakhs has been paid under the OTS.

NOTE NO. 47 ADVANCE FOR SALE OF LAND

The agreement with M/s Rhea Realty Private Limited for sale of land is pending before the Honourable High Court of Kerala. This is pursuant to the order of the Paravoor Civil Court in the subject matter. While discussions are underway, in the matter of dispute on the sale agreement, Rs. 100 lakhs was received from M/s Megalith Builders Private Limited (a related party of M/s Rhea Realty Private Limited) as further advance for land sale as a goodwill gesture.

NOTE NO. 48 The Company has assessed the possible effects that may result from the pandemic relating to COVID-19 on the carrying amount of receivables, investments and other assets and liabilities. Based on the current indicators of the future economic conditions, the company expects to recover the carrying amount of all its assets. The impact of COVID-19 pandemic may be different from that estimated as at the date of approval of these financial results and the company will continue to closely monitor any material changes to the future economic conditions

NOTE NO. 49

Some applications have been made to National Green Tribunal, Chennai for remediation of hazardously contaminated sites in Edayar in Kadungallor village Ernakulam District. The Company has been also made as respondent. The report of the Central Pollution Control Board vide its report of October 16, 2020 has estimated the cost of remediation of Edayar contaminated area to be Rs.47.88 crore. In para 7 of the report it states that as per the terms of National Clean Energy Funds (NCEF) scheme central funding for assessment and remediation of contaminated area was limited to 40% of the total project cost and the remaining was to be borne by the state government through Polluter Pays Principle which was approved in principle for funding state's share of 60%. However, report also states that NCEF project of MOEF &CC has been discontinued and that the Government of Kerala or the KSPCB may issue necessary directions for arrangement of funds from the Polluter. As there are other factories too in the same vicinity, the KSPCB has stated that the fresh report on remediation has to be done based on sampling and testing. The matter is sub-judice. Based on the litigation pending before the National Green Tribunal(NGT), in which M/S Edayar Zinc Ltd. along with Kerala Pollution Control Board and National Green Tribunal South Zone, is a respondent, NGT has directed to constitute a Joint Committee comprising representatives from the Central Pollution Control Board (CPCB), Kerala State Pollution Control Board (KSPCB), a scientist from Kerala Agricultural University, and a senior soil conservation officer, to investigate and ascertain the following aspects:

1. Soil Contamination: The committee is determining if the respondent company's activities have led to soil contamination in nearby agricultural lands.
2. Regulatory Compliance: The committee is assessing whether the respondent company is adhering to the conditions set by regulators in the consents or clearances granted to them.
3. Industrial Waste Handling: The committee is examining if the industrial waste generated during the company's manufacturing process is being managed in accordance with hazardous substance disposal rules.
4. Continued Pollution: Whether any of the past activities of the respondent company still continues, which results in continuous pollution causing contamination of that area, and if that be the case what is the extent of the contamination caused on account of contribution if any, made by the activities of respondents, what is the nature of remediation of action to be taken up for the purpose of remedying the situation in that area and what is the quantum of compensation that has to be realized from the person responsible for such contribution of taking into account of the nature of violation committed by them and polluted activity that has been produced on account of their operational methods in running the industry.

This matter is subjudice, pending final direction from the National Green Tribunal.

NOTE NO. 50

A writ Petition was filed against the company in the High court of Kerala at Ernakulam for removal of hazardous substances from the factory premises by P E Shamsudheen. As there has been delay in complete removal of the hazardous substances and other waste materials, the High court of Kerala vide order dated April 04, 2022 has levied a sum of Rs.10,000 per day in the account of Juvenile Justice Balanidhi Account.

The Company is representing the same as the delay is on account of practical difficulties and that substantial amount of hazardous chemicals have been removed.

NOTE NO. 51

Relationship with Struck Off Companies :- There are no transactions which have been entered with Struck off companies and corresponding balances remaining outstanding as on 31st March 2022. The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956,

NOTE NO.52

Details of benami property held :- The Company does not have any Benami property, where any proceeding has been initiated or pending against the company for holding any Benami property.

NOTE NO. 53

Wilful defaulter :- The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

NOTE NO. 54

Registration of charges or satisfaction with the Registrar of Companies :- The Company had created third party security in favour of Exim Bank of India on behalf of 3B Binani Glass Fibre Sarl. The loan has been repaid but No due certificate is pending to be received. Apart from this the Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period. (Refer Note No. 34)

- NOTE NO. 55** Compliance with the number of layers of companies:- The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- NOTE NO. 56** Details of crypto currency or virtual currency:- The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- NOTE NO. 57** Undisclosed income :- There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- NOTE NO. 58** No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
(b) No funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- NOTE NO. 59** Compliance with approved Scheme(s) of Arrangements: There has been no Scheme of Arrangements that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, which the company has not disclosed .
- NOTE NO. 60** GST Liability of Rs. 439.88 lac is payable as on 31/03/2024 and GST registration has been cancelled w.e.f. Sept, 2021. Interest and penalty for the same has not been Quantified.
- Note No. 61**
As per the terms of the loan taken from Mina ventures pvt. Ltd. (the lender), has exercised the its rights to convert the loan into equity shares amounting to Rs 3,000 lacs. As per the terms of the loan the company was liable to pay interest @ 4% p.a. which amount to Rs. 108.99 lacs payable till 31st March, 2023, however the same has not been provided for in the books of accounts. The Company has sought for waiver of interest.
- Note No. 62** No events other than mentioned above or transactions have occurred since the date of Balance Sheet or are pending that would have a material effect on the financial statements for the year ended, other than those reflected or fully disclosed in the books of accounts.
- Note No. 63**
Compliance with approved Scheme(s) of Arrangements: There has been no Scheme of Arrangements that has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, which the company has not disclosed .
- Note No. 64**
The Company dose not have any long term contracts to assess hence no provisions are required for the same.
- Note No. 65**
As at March 31, 2024, the Company did not have any outstanding long term derivative contracts (previous year: NIL).
- Note No. 66**
For the year ended March 31, 2024, the company is not required to transfer any amount (previous year: NIL) to the Investor Education & Protection Fund.
- Note No. 67** Utilisation of borrowings from Banks and Financial Institutions- During the year the Company has not borrowed any funds from banks and financial institutions.
- Note No. 68** During the year the Company has not been sanctioned any working capital limits in excess of Rupees Five Crores in aggregate from banks or financial institutions on the basis of security of current assets. There is hence no requirement of filing quarterly returns or statements by the Company with such banks or financial institutions.
- Note No. 69** There were no whistleblower compliants received during the FY 2023-24.
- Note No. 70** The Company has filed clarification and have submitted the required information in response to order Under Section 206 (4) of the Companies Act 2013 received from Office of the Registrar of Companies, West Bengal, Kolkata.
- Note No. 71**
On the basis of Report filed by the chief environmental engineer for and on behalf of the Kerala State Pollution Control Board , the company has reported the liability of Rs.47.88 crores determined by the board under contingent liability and not forming the part of financial statements impacting the financials. The same has been contested and appeal has been filed against the said Report. As per the report said liability is for remediation action to be taken at the jarosite for shifting of hazardous material and analysing the extent of damage and deterioration in the related area of 2 to 3 kilo meter of radius from the Company's site.

NOTE NO. 72 The Company has used accounting software's for maintaining its books of account during the year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility, except that the audit trail feature was not enabled in this accounting software throughout the year.

NOTE NO. 73 All the Balances are subject to confirmation.

NOTE NO. 74 Figures of previous years has been regrouped or restated wherever necessary.

As per our report of even date attached

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No : 114886W

CA Paresh Vijaysinh Udeshi

Partner

Membership No. 042082

UDIN 24042082BKABDP3133

Visalakshi Sridhar

Director

DIN 07325198

Richa Bhandari

Company Secretary

ACS 70233

For and on behalf of the Board of Directors

Mohd. Bismith Allingal

MD & CFO

DIN 08227170

Abdul Salim Ali Kunju

Director

DIN 08279794

Place : Mumbai

Date : 04th September, 2024

Place : Mumbai

Date : 04th September, 2024

Sr. No	Particular	Numerator / Denominator	(Rs.in lakhs)	(Rs.in lakhs)	Ratio FY23-24	Ratio FY 22-23	% Variance
(a)	Current Ratio (in time)	Current Assets Current Liabilities	3,562.74 22,683.13	8,237.92 25,966.63	0.16	0.32	-50.49%
(b)	Debt-Equity Ratio (in time) Borrowing / Equity	Borrowing Equity	15,584.39 163.46	18,973.61 163.34	95.34	116.16	-0.18
(c)	Debt Service Coverage Ratio (in time)	PAT + Depr. + Annual Interest on Loans & Liabilities/Annual Interest on Loans & Liabilities + Repayment of Liabilities	-1,648.07	-33.19	- VE	-	- VE
(d)	Return on Equity Ratio (%) Net Profit after taxes/ Tangible Net worth	Net Profit after taxes Tangible Networkth	-1,654.35 163.46	-38.93 163.34	- VE	- VE	- VE
(e)	Inventory Turnover Ratio (in time)				Not applicable	Not applicable	
(f)	Trade Receivables Turnover Ratio (in time) Revenue from operation	Revenue from operation Average Trade Receivable	- 2,316.09	- 3,070.18	-	-	-
(g)	Trade Payables Turnover Ratio (in time) Purchases /Average Trade payables	Purchases Average Trade payables	- 163.40	- 156.77	-	-	-
(h)	Net Capital Turnover Ratio (in time) Revenue from operation/ working capital	Revenue from operation working capital	- -19,120.39	- -17,728.71	-	-	-
(i)	Net Profit Ratio (%) Net profit/ Revenue from operation	Net profit Revenue from operation	-1,654.35 -	-38.93 -	-	-	-
(j)	Return on Capital employed (%) Profit before interest & Tax / Average capital employed	Profit before interest & Tax Average capital employed	-1,641.94 948.36	-38.93 1,775.75	-1.73	-0.02	77.97
(k)	Return on Investment (%) Net Profit after taxes/ Share holder equity	Net Profit after taxes Share holder equity	-1,654.35 -17,076.89	-38.93 -15,422.12	-	-	-

Note:-**1) Current Ratio:**

The current ratio is a liquidity ratio that measures a company's ability to pay short-term obligations or those due within one year.

The current ratio is called current because, unlike some other liquidity ratios, it incorporates all current assets and current liabilities. The current ratio is sometimes called the working capital ratio.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Current Assets	3,562.74	8,237.92
B. Current Liabilities	22,683.13	25,966.63

2) Debt Equity Ratio :

The debt-to-equity (D/E) ratio is used to evaluate a company's financial average and is calculated by dividing a company's total liabilities by its shareholder equity.

It is a measure of the degree to which a company is financing its operations through debt versus wholly owned funds.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Company's Total Liabilities	15,584.39	163.46
B. Shareholder Equity	163.46	163.34

3) Debt Service Coverage Ratio

It is a measurement of a firm's available cash flow to pay current debt obligations. The DSCR shows investors where the company has enough income to pay its debts.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. EBIT (Earnings before Interest & Tax)	-1,648.07	-33.19
B. Total Debt Service (Current Debt Obligation)	-	-

Here, EBIT=Total Income - Total Expenses (Excl. Finance Cost)

Total Debt Service (Current Debt Obligation) = Short Term Borrowings

4) Return on Equity Ratio:-

Return on equity (ROE) is the measure of company's net income divided by its shareholders equity. ROE is a gauge of corporation's profitability and how efficiently it generates those profits. ROE is expressed as a percentage and can be calculated for any company if net income and equity are both positive numbers.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Net Income (Before Dividend to Eq. Shareholders)	-1,654.35	-38.93
B. Average Shareholders Equity	163.46	163.34

5) Inventory Turnover Ratio :- Not Applicable**6) Trade Receivables Turnover Ratio :**

Collecting its accounts receivables. This ratio measures how well a company uses and manages the credit it extends to

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Revenue from operation	-	-
B. Average Trade receivable	2,316.09	3,070.18

7) Trade Payable Turnover Ratio :

The accounts payable turnover ratio is a short-term liquidity measure used to quantify the rate at which a company paid off its suppliers. Accounts payable turnover shows how many times a company pays off its accounts payable during the year.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Total Supply Purchases	-	-
B. Average Trade Payable	163.40	156.77

8) Net Capital Turnover Ratio :-

Working Capital turnover ratio is a formula that calculate how efficiently a company use working capital to generate sales. This ratio demonstrates company's ability to use its working capital to generate income.

Particulars	As At 31st March, 2024	As At 31st March, 2023
A. Net Annual Sale	-	-
B. Working Capital	-19,120.39	-17,728.71

9) Net Profit Ratio (%)

The net profit percentage is the ratio of after tax profits to net sales. It reveals the remaining profit after all costs of production, administration, and financing have been deducted from sales, and income taxes recognized.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Net Profit	-1,654.35	-38.93
B.	Net Sales	-	-

The measure is commonly reported on a trend line, to judge performance over time. It is also used to compare the results of a business with its competitors.

10) Return on Capital employed :

Return on capital employed (ROCE) profitability ratio, measures how efficiently a company using its capital to generate profits.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Profit before interest & Tax	-1,641.94	-38.93
B.	Average capital employed	948.36	1,775.75

Here,

Capital Employed = Total Assets - Current Liabilities

11) Return on Investment

Return on Investment (ROI) is a performance measure used to evaluate the efficiency or profitability of an investment or compare the efficiency of an investment or compare the efficiency of a number of different investments. ROI directly tries to measure the amount of return on a particular investment, relative to the investment's cost.

	Particulars	As At 31st March, 2024	As At 31st March, 2023
A.	Net Profit after taxes	-1,654.35	-38.93
B.	Share holder equity	-17,076.89	-15,422.12

As per our report of even date attached

For Udeshi Shukla & Associates

Chartered Accountants

Firm Registration No : 114886W

CA Paresh Vijaysinh Udeshi

Partner

Membership No. 042082

UDIN 24042082BKABDP3133

For and on behalf of the Board of Directors

Visalakshi Sridhar

Director

DIN 07325198

Mohd. Bismith Allingal

MD & CFO

DIN 08227170

Abdul Salim Ali Kunju

Director

DIN 08279794

Richa Bhandari

Company Secretary

ACS 70233

Place : Mumbai

Date : 04th September, 2024

Place : Mumbai

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