



SHIV AUM STEELS
LIMITED

Date: 05.09.2020

To,

The Manager,
Listing Department,
National Stock Exchange Of India Limited,
'Exchange Plaza', C-1, Block 'G',
Bandra Kurla Complex, Bandra (E),
Mumbai – 400051

Subject: Submission of Annual Report for FY 2019-20

Ref: Symbol – SHIVAUM

Dear Sir,

Pursuant to Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 we enclose herewith the Annual Report of the Company for the year ended 31st March 2020 to be approved and adopted at the Annual General Meeting of the Company to be held on Monday 28th September, 2020.

You are requested to take the above on record.

Thanking You,

Yours faithfully,

For SHIV AUM STEELS LIMITED,

RISHABH J MEHTA
WHOLE-TIME DIRECTOR
DIN: 03024717





SHIV AUM STEELS
LIMITED



ANNUAL REPORT
FOR FINANCIAL YEAR 2019-20

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COMPANY INFORMATION

BOARD OF DIRECTORS

Mr. Sanjay N Bansal

Mr. Jatin N Mehta

Mr. Ajay N Bansal

Mr. Krishna N Mehta

Mr. Rishabh J Mehta

Mr. Utsav S Bansal

Mrs. Vanita S Bansal

Mrs. Niyati Mehta

Mr. Sunil J Sharma

Mr. Govindkumar R Agrawal

Mr. Suryakant H Mehta

Mr. Mahendra V Pandhi

Whole-Time Director

Whole-Time Director

Whole-Time Director

Whole-Time Director

Whole-Time Director

Whole-Time Director

Non-Executive Director

Non-Executive Director

Independent Director

Independent Director

Independent Director

Independent Director

Chief Financial Officer

Mr. Vinayak D Kokane

Company Secretary

Ms. Dhvani S Vora

Statutory Auditors

M/s. Agrawal, Jain & Gupta,
Chartered Accountants

Secretarial Auditors

M/s. Sandeep Dubey & Associates,
Company Secretaries

Internal Auditors

M/s. D G Parekh & Co,
Chartered Accounts

Bankers

State Bank of India
Kotak Mahindra Bank
Standard Chartered Bank

Offices:

Registered:
515, The Summit Business Bay,
Opp. Cinemax, Western Express Way,
A.K. Road, Andheri (East),
Mumbai - 400093.

Godown:

Survey No.99, Hissa No. 1A/2(1) A,
Caravan Business Park Premises,
Behind Kingfisher, Near Two Mandir,
Vavanje Village, Vavanje, Taloja,
Panvel, Raigad-410206.

Registrar & Share Transfer Agent:

M/s. Skyline Financial Services Private Limited
A/505 Dattani Plaza, A K Road, Safed Pool,
Andheri (East), Mumbai - 400072.

NOTICE

Notice is hereby given that the 1st Annual General Meeting (Post-IPO) of the Members of SHIV AUM STEELS LIMITED will be on Monday, the 28th September, 2020 at 4.00 P.M., through Video Conferencing ("VC")/ Other Audio Visual Means ("OAVM"), to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company together with the reports of the Directors' and Auditors' thereon for the year ended March 31, 2020.
2. To appoint a Director in place of Mr. Ajay Narendra Bansal (DIN: 00365449) and Mr. Rishabh J Mehta (DIN: 03024717) who retire by rotation and being eligible, offer themselves for reappointment.

SPECIAL BUSINESS:

3. Approval to deliver document through a particular mode as may be sought by the member.

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to Section 20 of the Companies Act, 2013 and the Companies (Incorporation) Rules, 2014 including any statutory modification(s) or re-enactment(s) thereof for the time being in force, consent of the members be and is hereby accorded to charge from the members such fees equivalent to the estimated actual expenses of delivery of the documents to members through a particular mode as requested by the member.

RESOLVED FURTHER THAT such requests by members along with requisite estimated fees shall be duly received by the Company at least 7 days in advance of dispatch of the documents by the Company to the shareholders.

RESOLVED FURTHER THAT the Board of Directors of the Company or Key Managerial Personnel be and is hereby authorized to do all such acts and take all such steps as may be deemed necessary, proper or expedient to give effect to this resolution.

**By order of the Board of Directors
For Shiv Aum Steels Limited**

**s/d
Dhwani S Vora
Company Secretary & Compliance Officer
M No. : A56660**

**515, The Summit Business Bay,
Opp. PVR, Western Express Highway,
A.K. Road, Andheri (E),
Mumbai - 400093**

Dated: 20th August, 2020

NOTES

1. **In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the AGM venue is not required and annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing 1st AGM (post -IPO) of the Company through VC/OAVM.**
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as venue voting system on the date of the AGM will be provided by CDSL.
3. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for all the members. This will not include large Shareholders (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. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.shivaumsteels.com. The Notice can also be accessed from the websites of National Stock Exchange of India Limited at www.nseindia.com and on NSE Emerge platform at https://www1.nseindia.com/emerge/index_sme.htm. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. The Explanatory Statement, pursuant to Section 102 of the Companies Act, 2013 setting out facts concerning the business under Item No. 3 of the Notice is annexed hereto.

9. Members are requested to intimate immediately of any change in their to their Depository Participants (DPs) in respect of equity shares held in dematerialized form.
10. The Securities and Exchange Board of India (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 the PAN to their Depository Participants with whom they are maintaining their demat accounts.
11. Section 20 of the Companies Act, 2013 permits service of documents on members by a company through electronic mode. Accordingly, as a part of the Green Initiative, electronic copy of the Annual Report for F.Y. 2019-20 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless any member has requested for a physical copy of the same. Members who have not registered their e-mail addresses so far or who would like to update their e-mail addresses already registered, are requested to register/update their e-mail addresses with Skyline Line Financial Services Pvt. Ltd. at **Pravin.cm@skylinerta.com**. Members may also note that the Annual Report for F.Y. 2019-20 will also be available on the Company's website www.shivaumsteels.com for download.
12. The members who have cast their vote by e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
13. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to Skyline Financial Services Pvt. Ltd. a certified true copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting 48 hours before the date of AGM.
14. **Members, who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.**
15. Notice of the 1st Annual General Meeting (post IPO) of the Company, inter alia, indicating the process and manner of e-voting is being sent to all the members whose e-mail IDs are registered with the Company/Depository Participants(s) for communication purposes through electronic mode. The Notice of the 1st Annual General Meeting (post IPO) of the Company, inter alia, indicating the process and manner of e-voting is being sent through the permitted mode.
16. **The instructions for e-voting are as under:**
 - (i) The e-voting period commences on, Friday, 25th September, 2020 (09:00 am IST) and ends on Sunday, 27th September, 2020 (5:00 pm IST). The shareholders holding shares as on the cut-off date of Thursday, 24th September, 2020, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Thursday, 24th September, 2020. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
 - (ii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
 - (iii) Click on "Shareholders" tab.

- (iv) Now, select the "Shiv Aum Steels Limited" from the drop down menu and click on "SUBMIT"
- (v) Now Enter your User ID -
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 OR
 Alternatively, if you are registered for CDSL's EASI/EASIEST e-services, you can log-in at <https://www.cdslindia.com> from Login - Myeasi using your login credentials. Once you successfully log-in to CDSL's EASI/EASIEST e-services, click on e-Voting option and proceed directly to cast your vote electronically.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in Demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

| For Members holding shares in Demat Form and Physical Form | |
|--|--|
| PAN | Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number sent by Company/RTA or contact the Company/RTA. |
| DOB# | Enter the Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. |

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform.
- (xi) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xiii) Click on the relevant EVSN for "Shiv Aum Steels Limited" on which you choose to vote.
- (xiv) On the voting page, you will see "Resolution Description" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xvi) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xviii) you can also take a print-out of the voting done by you by clicking on "Click here to print" option on the Voting page.

- (xix) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - (xx) Shareholders can also cast their vote using CDSL's mobile app "**m-Voting**". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.
 - (xxi) A person whose name is recorded in the register of members as on the cut-off date i.e. Thursday, 24th September, 2020 only shall be entitled to avail the facility of e-voting /Poll.
 - (xxii) The results of e-voting will be placed by the company on its website www.shivaumsteels.com within 2 days of AGM and also communicated to the stock exchanges where the shares of the company are listed. The resolution proposed will be deemed to have been passed on the date of AGM subject to receipt of the requisite number of votes in favour of the resolutions.
 - (xxiii) Mr. Sandeep Dubey, of M/s. Sandeep Dubey & Associates Practising Company Secretaries, (COP No. 17902) has been appointed as the scrutinizer to scrutinize the e-voting process.
 - (xxiv) Note for Institutional Shareholders: Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to [https:// www.evotingindia.com](https://www.evotingindia.com) and register themselves as Corporate. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com. After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on. The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - (xxv) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
 - (xxvi) Any person, who acquire shares and become Member of the Company after the date of electronic dispatch of the Notice and holding shares as on the cut-off date i.e. Thursday, September 24, 2020, may obtain the login ID and password by sending a request at www.evotingindia.com. However, if he/she is already registered with CDSL for remote e-voting then he/ she can use his/her existing User ID and password to cast the vote.
17. All the documents referred to in the accompanying Notice and Explanatory Statement are open for inspection at the Company's Registered Office at 515, The Summit Business Bay, Opp PVR Cinemas, Andheri-Kurla Road, Nr. Western Express Way Metro Station, Andheri-East, Mumbai -400093 on all working days of the Company, between 10.00 a.m. and 1.00 p.m. upto the date of the Annual General Meeting.
 18. Members desirous of obtaining any information concerning accounts or operations of the Company are requested to address their questions in writing to the Company at least 5 days before the date of the Meeting through email on dhwani@shivaumsteels.com so that the information required may be made available at the Meeting and the same will be replied by the Company suitably.
 19. Route map giving directions to the venue is not annexed to this Notice as meeting will be held through VC/OAVM due to COVID 19 Crisis.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- 1) Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the Virtual platform developed by the RTA i.e Skyline Financial Services Pvt. Limited. Link along with details will be provided to Eligible shareholders. Shareholders may access the voting during the AGM by clicking the link provided in virtual platform i.e <https://www.evotingindia.com>. Shareholders/members may login by using the remote e -voting credentials. The link for VC/OAVM will be available to eligible shareholder/members at their registered E Mail IDs. Facility of joining the AGM through VC / OAVM shall open 30 minutes before the time scheduled for the AGM.
- 2) Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
- 3) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- 4) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- 5) Shareholders who would like to express their views/ask questions during the AGM may register themselves as an attendee by sending their request in advance atleast **2 days prior to meeting** mentioning their name, demat account number/folio number, email id, PAN, mobile number at dhwani@shivaumsteels.com
- 6) The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **2 days prior to meeting** mentioning their name, demat account number/folio number, email id, PAN, mobile number at dhwani@shivaumsteels.com .These queries will be replied to by the company suitably by email.
- 7) Those shareholders who have registered themselves as an attendee will be allowed to express their views/ask questions during the meeting. The member who have not registered themselves as an attendee but have queries during the AGM can use the chat box/ send query button and ask the question.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E -VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

1. For Demat Shareholders - please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL- 16 digit DPID+CLID), Name , client master or copy of Consolidated Account Statement, PAN (self- attested scanned copy), AADHAR (self- attested scanned copy) to the Company on dhwani@shivaumsteels.com or to RTA on Pravin.cm@skylinerta.com
2. The Company/RTA shall co-ordinate with CDSL and provide the log in credentials to the above mentioned shareholders.
3. In case you have any queries or issues regarding e-voting, you may refer to Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com / "www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022- 23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

For any other queries regarding participating in AGM or other matter, kindly write to dhwani@shivaumsteels.com. In case you have any queries or issues regarding attending Annual General Meeting through VC/OAVM write an email to : subhashdhingreja@skylinerta.com

By order of the Board of Directors
For Shiv Aum Steels Limited

s/d
Dhwani S Vora
Company Secretary & Compliance Officer
M. No.: A56660

515, The Summit Business Bay,
Opp. PVR, Western Express Highway,
A.K. Road, Andheri (E),
Mumbai - 400093

Dated the 20th August, 2020

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE ACT

Item No. 3 :

Pursuant to the provisions of Section 20 of the Companies Act, 2013 ('the Act') and the Rules made thereunder, a document may be served on a Member of the Company by sending the same to him by post or by registered post or by speed post or by courier or by delivering it at his office or address, or by such electronic or other mode as may be prescribed. However, proviso to sub-section (2) of Section 20 of the Act states that a Member may request for delivery of any document through a particular mode, for which he/she shall pay such fees as may be determined by the company at its Annual General Meeting ('AGM').

Further, listed companies are required to send financial statements:

- a. by electronic mode to such members whose shareholding is in Demat form and whose E-mail IDs are registered with Depository for communication purposes;
- b. where Shareholding is held otherwise than by Demat form, to such members who have positively consented in writing for receiving by electronic mode; and
- c. by dispatch of physical copies through any recognised mode of delivery as specified under section 20 of the Act, in all other cases.

Accordingly, consent of the members is sought for passing the Special Resolution as set out in Item No. 3 of the Notice relating to serving the documents including financial statements to the members of the Company in a requested mode.

In view of this, the Board of Directors recommends the resolution as set out in Item No. 3 of the Notice for approval by the Members of the Company by way of a Special Resolution.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the said resolution.

**By order of the Board of Directors
For Shiv Aum Steels Limited**

**s/d
Dhwani S Vora
Company Secretary & Compliance Officer
M. No.: A56660**

**515, The Summit Business Bay,
Opp. PVR, Western Express Highway,
A.K. Road, Andheri (E),
Mumbai - 400093**

Dated the 20th August, 2020

PROFILE OF DIRECTOR BEING RE-APPOINTED

Pursuant to regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the particulars of Directors who are proposed to be appointed/ reappointed are given below.

| Particulars | Mr. Ajay N Bansal | Mr. Rishabh J Mehta |
|---|---|--|
| Brief Resume | He has around 35 years of rich and vast experience in the field of Steel Trading Industry and is also, one of the founders of Shiv Aum Steels Limited and is associated with the company right from its inception. He is actively involved in the day to day management of the Company. | Mr. Rishabh has been associated with the Company from 2011. He has around 10 years of experience in the steel industry. He currently works with the procurement division of the company |
| Expertise in specific functional area | Diversification of the company in various mild steel products | To modify the existing product base of the company. |
| Relationship with other Directors | Mr. Ajay Bansal is the brother of Mr. Sanjay N Bansal- the promoter and whole-time director of the Company. He is the brother-in-law of Mrs. Vanita S Bansal, the Non-Executive Director of the Company. | Mr. Rishabh Mehta is the son of Mr. Jatin N Mehta, the promoter and whole-time director of the company. Further, he is also the son of Mrs. Niyati J Mehta, the Non-executive director of the Company. |
| Directorship held in other listed companies in India | N/A | N/A |
| Membership/ Chairmanship of Committees of other listed companies in India | N/A | N/A |
| No. of Shares held in the Company as on 31 st March 2020 | 4,38,350 (3.22%) | N/A |
| Remuneration drawn during 2019-20 | Rs. 23 lakhs | Rs. 43 lakhs |
| Number of meetings held during the year 2019-20 | 14/14 | 13/14 |

DIRECTORS' REPORT

Dear Members,
Shiv Aum Steels Limited

Your Directors take pleasure in presenting the 1st Annual Report (post-IPO) and the Audited Financial Statements for the financial year ended 31st March, 2020.

1. FINANCIAL HIGHLIGHTS

The Company's financial performance, for the year ended March 31, 2020.

| Particulars | Year ended 31st March 2020 | Year ended 31st March 2019 |
|--------------------------|-------------------------------|-------------------------------|
| Total Revenue | 3,39,81,90,461 | 3,77,29,03,238 |
| Profit Before Tax | 6,36,07,759 | 8,77,89,375 |
| Less: Current Tax | 168,29,202 | 3,05,54,631 |
| Deferred Tax | 10,99,877 | (8,035) |
| Income Tax earlier years | 0 | 0 |
| Profit For The Year | 506,99,725 | 5,72,42,779 |
| Paid Up Capital | 13,60,04,000 | 100,004,000 |
| Reserves & Surplus | 53,17,45,663 | 366,314,887 |

2. OPERATIONAL REVIEW AND STATUS OF OTHER AFFAIRS

There has been no change in the nature of business carried out by the Company during the period April 2019 to March 2020 or from then on till the date of this report. The total revenue of the Company for the financial year under review stood at Rs. 3,39,81,90,461 and the net profit of the Company stood at Rs. 506,99,725.

Detailed analysis and future outlook of the Company's business are dealt in the Management Discussion and Analysis Report.

3. TRANSFER TO RESERVE

The Company proposes to transfer its entire surplus in the statement of Profit & Loss amounting to Rs. 506,99,725/- to General Reserves during the financial year ended 31st March, 2020.

4. DIVIDEND

In view of the planned business growth, your Directors deem it proper to preserve the resources of the Company for its activities and therefore, do not propose any dividend for the financial year ended 31st March, 2020.

5. IMPACT OF COVID-19 ON OPERATIONS OF BUSINESS

Due to the impact of COVID19 and in accordance with various initiatives and directions of both Central and State(s) Government from time to time including Janta Curfew and subsequent nationwide lock down, the operations of the Company were suspended at its office and godown from March 22, 2020, which has negatively impacted the operations of the Company during last week of March and April. However, the Company started its operations remotely from 2nd week of May 2020.

6. DETAILS OF SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES

Your Company is an Associate Company of M/s. Mobi Realtors Private Limited.

7. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review, in terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations") and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (the "Amended Listing Regulations"), is presented in a separate section forming part of the Annual Report,

8. LISTING OF THE COMPANY ON THE EMERGE (SME) PLATFORM OF NSE

The Board of Directors of the Company approved the conversion of the Company to a Public Limited Company at their Board Meeting held on 20th April, 2019 and consequently the same was approved by the members of the Company at an Extra-Ordinary General Meeting called at a shorter notice on 22nd April, 2019.

Further, the Board of Directors at their Board Meeting held on 24th May, 2019 authorised the public issue of equity shares through an Initial Public Offer (IPO) on the EMERGE (SME) platform of National Stock Exchange of India Limited (NSE) for issue of upto 39,60,000 equity shares of Rs. 10/- each and the same was approved by the members at an Extra-Ordinary General Meeting called at a shorter notice on 28th May, 2019.

Accordingly, the in-principle approval was received from NSE for an issue of 36,00,000/- equity shares of Rs. 10/- on 26th July, 2020 and your company got listed on the EMERGE platform of NSE on 1st October, 2020.

The said shares are listed in dematerialized form through depositories in order to eliminate all risks associated with physical shares and for ease of portfolio management. The Listing Fee has been paid to the Stock Exchanges for the year 2020-21. The ISIN No. of the Company is INE719F01016.

9. CREDIT RATING

The Company's financial discipline and prudence is reflected in the credit ratings ascribed by the rating agency, CRISIL Ltd as given below:

| | |
|----------------------------------|---------------------|
| Total Bank Loan facilities rated | Rs. 80 crore |
| Long - Term Rating | CRISIL BBB-/ STABLE |
| Short-Term Rating | CRISIL A3 |

10. DISCLOSURE REGARDING THE DETAILS OF UTILIZATION OF FUNDS RAISED THROUGH INITIAL PUBLIC OFFER

Pursuant to Section 23(1) of the Companies Act, 2013 the Company has raised funds by way of an Initial Public Offer of 36,00,000 Equity shares of Rs. 10 each at a premium of Rs. 34/- per equity share.

Pursuant to Regulation 32(8) of SEBI (LODR) Regulations, 2015, the proceeds from such issue have been fully utilized for the stated purpose as per review by the audit committee.

11. BOARD MEETINGS AND COMMITTEES OF DIRECTORS

BOARD MEETINGS

Fourteen Board Meetings were held during the Financial Year ended March 31, 2020 i.e. 05.04.2019, 12.04.2019, 20.04.2019, 09.05.2019, 17.05.2019, 24.05.2019, 01.06.2019, 07.06.2019, 21.06.2019, 19.08.2019, 09.09.2019, 27.09.2019, 14.11.2019 and 26.02.2020 and the maximum gap between any two Board Meetings was less than one Hundred and Twenty days.

The names of members of the Board, their attendance at the Board Meetings are as under:

| Name of Directors | Number of Meetings attended/ Total Meetings held during the F.Y. 2019-20 |
|------------------------|--|
| Jatin Nagindas Mehta | 11/14 |
| Sanjay Narendra Bansal | 14/14 |
| Ajay Narendra Bansal | 14/14 |
| Rishabh Jatin Mehta | 13/14 |
| Utsav Sanjay Bansal | 14/14 |
| Krishna Nagin Mehta | 14/14 |
| Mahendra Pandhi* | 7/7 |
| Suryakant Mehta # | 6/6 |
| Sunil Sharma## | 9/9 |
| Govind Agrawa## | 9/9 |
| Vanita Bansal** | 11/11 |
| Niyati Mehta** | 8/11 |

* **Mr. Mahendra Pandhi was appointed on the Board on 24th May, 2019 and hence was present for the meetings held thereafter.**

Mr. Suruakant Mehta was appointed on the Board on 7th June, 2019 and hence was present for the meetings held thereafter.

Mr. Sunil Sharma and Mr. Govind Agrawal were appointed on the Board on 17th May, 2019 and hence were present for the meetings held thereafter.

** **Mrs. Vanita Bansal and Mrs. Niyati Mehta were appointed on the Board on 20th April, 2019 and hence were present for the meetings held thereafter.**

BOARD COMMITTEES

The Board Committees play a vital role in strengthening the Corporate Governance practices and focus effectively on the issues and ensure expedient resolution of the diverse matters. The Committees also make specific recommendations to the Board on various matters when required. All observations, recommendations and decisions of the Committees are placed before the Board for information or for approval.

As on March 31, 2020, the Board has following 4 (Four) Committees in accordance with Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholder Relationship Committee
4. Corporate Social Responsibility Committee

I. AUDIT COMMITTEE

The Committee was constituted by Board of Directors of the Company on June 7th, 2019. During the year under review, audit committee met three(3) times i.e. on 23rd October, 2019 14th November, 2019 and 26th February, 2020.

Role of the committee:

The role of the Committee, inter-alia, includes:

- oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval;
- reviewing, with the management, the quarterly/Half yearly financial statements before submission to the board for approval; reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this manner;
- reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- approval or any subsequent modification of transactions of the company with related parties;
- scrutiny of inter-corporate loans and investments;
- valuation of undertakings or assets of the Company, wherever it is necessary; reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems and risk management systems; reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board; discussion with internal auditors of any significant findings and follow up there on;
- to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

- to review the functioning of the Whistle Blower mechanism; approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- Carrying out any other function as is mentioned in the terms of reference of the audit committee.

Composition & Attendance

| Name of the Member | Nature of Directorship | Designation in the Committee | Attendance of Members |
|-------------------------|------------------------|------------------------------|-----------------------|
| Mr. Mahendra Pandhi | Independent Director | Chairman | 3 of 3 |
| Mr. Govindkumar Agrawal | Independent Director | Member | 3 of 3 |
| Mr. Sanjay N Bansal | Whole-Time Director | Member | 3 of 3 |

ii. NOMINATION & REMUNERATION COMMITTEE:

The Committee was constituted by Board of Directors of the Company on 7th June, 2019. During the year under review , committee met one time i.e. on 14th November, 2019. The terms of reference of the committee is explained below:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to our Board a policy relating to the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of independent directors and our Board;
- Devising a policy on Board diversity;
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to our Board their appointment and removal;
- Considering and recommending grant of employees stock option, if any, and administration and superintendence of the same; and
- Carrying out any other function contained in the equity listing Obligations and Disclosure Requirements as and when amended from time to time.
- The Nomination and Remuneration Committee shall meet as and when required. The quorum shall be two members present.

Composition & Attendance

| Name of the Member | Nature of Directorship | Designation in the Committee | Attendance of Members |
|-------------------------|------------------------|------------------------------|-----------------------|
| Mr. Govindkumar Agrawal | Independent Director | Chairman | 1 of 1 |
| Mr. Sunil Sharma | Independent Director | Member | 1 of 1 |
| Mrs. Vanita Bansal | Non-Executive Director | Member | 1 of 1 |

The details of the Remuneration Policy of the Company is annexed as Annexure – VI to this report.

iii. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Committee was constituted by Board of Directors of the Company on 7th June, 2019. During the year under review, the committee met once i.e. on 26th February, 2020.

Role of the committee:

The terms of reference of the Committee includes:

- considering and resolving the grievances of security holders of the Company including Allotment and listing of our shares in future;
- Redressing of shareholders and investor complaints such as non-receipt of declared dividend, annual report, transfer of Equity Shares and issue of duplicate/split/consolidated share certificates;
- Monitoring transfers, transmissions, dematerialization, re-materialization, splitting and consolidation of Equity Shares and other securities issued by our Company, including review of cases for refusal of transfer/ transmission of shares and debentures;
- Reference to statutory and regulatory authorities regarding investor grievances;
- To otherwise ensure proper and timely attendance and redressal of investor queries and grievances;
- And to do all such acts, things or deeds as may be necessary or incidental to the exercise of the above powers the Board may decide from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.

Composition & Attendance

| Name of the Member | Nature of Directorship | Designation in the Committee | Attendance of Members |
|-----------------------|------------------------|------------------------------|-----------------------|
| Mrs. Niyati J Mehta | Non Executive Director | Chairperson | 1 of 1 |
| Mr. Sunil Sharma | Independent Director | Member | 1 of 1 |
| Mr. Suryakant H Mehta | Independent Director | Member | 1 of 1 |

12. ANNUAL EVALUATION OF BOARD, COMMITTEES AND INDIVIDUAL DIRECTORS

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17(10) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 the Board carried out annual evaluation of its own performance, performance of its Committees and evaluation of individual director including independent directors. The independent directors carried out an annual performance of non-independent directors, the Board as a whole and chairperson of the Company. Nomination and Remuneration Committee of the Board of directors evaluated the performance of every director.

The performance is evaluated on the basis of number of Board and Committee meetings attended by individual directors, participation of director in the affairs of the company, duties performed by each director, targets achieved by the company during the year. The Board found the evaluation satisfactory and no observations were raised during the said evaluation in current year as well as in previous year.

13. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

There has been no change in the constitution of Board during the year under review i.e. the structure of the Board remains the same.

The Non Executive Directors, i.e. Mrs. Vanita Bansal and Mrs. Niyati Mehta who were appointed as Additional Directors and who held office till the conclusion was the Annual General Meeting held in the previous year, were appointed by the members and hence their appointment was regularised.

The Independent Directors, i.e. Mr. Mahendra Pandhi, Mr. Suryakant Mehta, Mr. Govind Agrawal and Mr. Sunil Sharma who were appointed as Additional Directors and who held office till the conclusion was the Annual General Meeting held in the previous year, were appointed by the members in the Annual General Meeting and hence their appointment was regularised.

14. RETIRE BY ROTATION

In pursuant to Section 152(6) of the Companies Act 2013, Mr. Ajay Bansal and Mr. Rishabh Mehta designated as Whole-Time Directors of the Company are liable to retire by rotation at the ensuing Annual General Meeting.

15. DISCLOSURES BY DIRECTORS

The Board of Directors have submitted notice of interest in Form MBP 1 under Section 184(1) as well as intimation by directors in Form DIR 8 under Section 164(2) and declarations as to compliance with the Code of Conduct of the Company.

16. DECLARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declarations from each independent director under Section 149(7) of the Companies Act, 2013. The Board after assessing their disclosures confirms that all the Independent Directors of the Company fulfil the conditions of independence specified in the Act and LODR Regulations and are independent of the management of the Company.

None of the Independent Directors serve as an Independent Director in more than the maximum permissible limit on number of directorships as an Independent Director and also has not crossed the maximum tenure of Independent Director. The Board confirms that the Independent directors are proficient and performing their duties with integrity.

17. CODE OF CONDUCT

Your Company has laid down a Code of Conduct for all the Board Members and Senior Management Personnel of the Company. All Directors and Senior Management Personnel of the Company have affirmed compliance with the Company's Code of Conduct for the financial year ended March 31, 2020 in accordance with Regulation 17(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Code aims at ensuring consistent standards of conduct and ethical business practices across the Company. The Company has posted the Code of Conduct for Directors and Senior Management on the company's website www.shivaumsteels.com.

18. CODE OF CONDUCT FOR PROHIBITION OF INSIDER TRADING

Based on the requirements under SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time, the code of conduct for prevention of insider trading ("Code"), as approved by the Board from time to time, is in force at the Company. The objective of this Code is to protect the interest of shareholders at large, to prevent misuse of any price sensitive information and to prevent any insider trading activity by dealing in shares of the Company by its Directors, designated employees and other employees.

The Company also adopts the concept of Trading Window Closure, to prevent its Directors, Officers, designated employees and other employees from trading in the shares of the company at the time when there is unpublished price sensitive information. The Policy is available on the website of the Company www.shivaumsteels.com.

19. CONSOLIDATED FINANCIAL STATEMENTS

The Company doesn't have any subsidiaries or associates or joint ventures, so there is no need to prepare consolidated financial statement for the F. Y. 31st March, 2020 as per section 129 of Companies Act, 2013.

20. PUBLIC DEPOSITS

Your Company has not accepted any fixed deposits within the meaning of Section 73 and 74 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 and as such no principal or interest was outstanding as on the date of the Balance sheet.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has not made any Investment, given guarantee and securities during the year under review. There for no need to comply provisions of section 186 of Companies Act, 2013.

22. FINANCE AND ACCOUNTS

Financial Statement has been prepared in accordance with accounting standards as issued by the Institute of Chartered Accountants of India and as specified in Section 133 of the Companies Act, 2013 and the relevant rules thereof and in accordance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. IND AS is not applicable to the Company because Companies listed on SME exchanges are not required to comply with IND AS.

The estimates and judgments relating to the Financial Statements are made on a prudent basis, so as to reflect in a true and fair manner, the form and substance of transactions and reasonably present the Company's state of affairs, profits and cash flows for the year ended March 31, 2020. The Company has neither revised the financial statements nor the report of Board of Directors.

23. AUDITORS

i) STATUTORY AUDITORS

M/s Agrawal, Jain & Gupta, Chartered Accountants, Mumbai were appointed as Statutory Auditors at an Extra-Ordinary General Meeting of the members of the Company held on 22nd March, 2019 for a period of 3 years starting from FY 2018-19 to FY 2020-21 at a remuneration to be decided between the Board and the Auditors.

The auditors have confirmed their eligibility under Section 141 of the Companies Act, 2013 and the Rules framed there under. As required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Auditors have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

ii) INTERNAL AUDITORS

The Board of Directors, based on the recommendation of the Audit Committee and pursuant to the provisions of section 138 of the Act read with the Companies (Accounts) Rules, 2014, has reappointed M/s. DG Parekh & Co, Chartered Accountants, Mumbai (FRN No.107451W) as the Internal Auditors of your Company for the year under review. The Internal Auditor conducts the internal audit of the functions and operations of the Company and reports to the Audit Committee and Board from time to time.

iii) SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors have appointed Mr. Sandeep Dubey, of M/s Sandeep Dubey & Associates, Practicing Company Secretaries, Mumbai (COP No. 17902), as Secretarial Auditors of the Company for the year under review. The Secretarial audit report received from the Secretarial Auditors is annexed to this report marked as Annexure - II and forms part of this report.

24. AUDITOR'S REPORT

There are no adverse observations or qualifications in the Auditor's report for the year ending 31st March 2020. The auditors' report for the period has been annexed with this report and the comments made by the statutory auditors are self-explanatory.

25. SECRETARIAL AUDIT REPORT

As required under provisions of Section 204 of the Companies Act, 2013, the report in respect of the Secretarial Audit carried out by Mr. Sandeep Dubey, of M/s Sandeep Dubey & Associates, Practicing Company Secretaries, Mumbai (COP No. 17902), in Form MR-3 for the FY 2019-20 is annexed hereto marked as "Annexure II" and forms part of this Report.

The said Secretarial Audit Report being devoid of any reservation(s), adverse remark(s) and qualification(s) etc. does not call for any further explanation(s)/ information or comment(s) from the Board under Section 134(3) (f)(ii) of the Companies Act, 2013.

26. BOARD'S COMMENT ON THE AUDITORS' REPORT

The observations of the Statutory Auditors, when read together with the relevant notes to the accounts and accounting policies are self explanatory and do not call for any further comment.

27. EXTRACT OF THE ANNUAL RETURN

The extract of Annual Return in Form No. MGT-9 as required under Section 92 of the Companies Act, 2013 for the financial year ending March 31, 2020 is annexed hereto as Annexure - I and forms part of this report.

28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

A) Conservation of Energy:

The company constantly strives to reduce and control power consumption continuously by innovative methods thereby contributing to the goal of better environment.

B) Technology absorption:

The company has undertaken various projects ranging from small scale to medium scale to continuously upgrade production and productivity along with cost effectiveness.

C) Foreign Exchange earnings and Outgo :

| | |
|----------|-----|
| Earnings | NIL |
| Outgo | NIL |

29. COST RECORD

The provisions of section 148(1) of the companies act, 2013 and other applicable rules and provisions are not applicable on the company. Therefore, no cost record has been maintained by the company.

30. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The Company has not entered into transactions within the meaning of section 188 and Companies (Meetings of Board and its Powers) rules, 2014 with its related parties during the year ended on 31st March, 2020. However, the disclosure of transactions with related party for the year, as per Accounting Standard - 18 Related Party Disclosures is given in Note to accounts of the Balance Sheet as on 31st March, 2020.

The Policy on the Related Party Transactions as approved by the Board is uploaded on the website of the Company www.shivaumsteels.com

31. CORPORATE GOVERNANCE

Corporate Governance at Shiv Aum Steels Limited is evolved by not only ensuring compliance with regulatory requirements but also by being responsive and responsible to the needs of stakeholders with rewarding environment. Your Company believes that best Corporate Governance practices are critical to enhance and retain investor trust.

We, at Shiv Aum Steels Limited, believe that good and effective Corporate Governance is critical to achieve corporate vision and mission of the organization; it is more of an organizational culture than a mere adherence to rules and regulations. Laws alone cannot bring changes and transformation but voluntary compliance both in form and in substance plays an important role in developing good Corporate Governance.

As our company is listed on SME Emerge Platform of National Stock Exchange of India Limited (NSE), by virtue of Regulation 15 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 the compliance with the Corporate Governance provisions as specified in regulations 17 to 27 and Clause (b) to (i) of sub regulation (2) of Regulation 46 and Para C, D and E of schedule V are not applicable to the company. Hence, Corporate Governance Report does not form a part of this Annual Report, though we remain committed for the best corporate governance practices.

32. DETAILS OF POLICIES

- i) **Nomination and Remuneration Policy:** The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Company's Remuneration Policy is available on the Company's website www.shivaumsteels.com and the same is attached herewith as Annexure - VI.

- ii) **Risk Management Policy:** Pursuant to section 134 (3) (n) of the Companies Act, 2013, The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also formulated and clearly spelled out in the said policy. The said policy is displayed on the website of the Company www.shivaumsteels.com
- iii) **Whistle Blower Policy - Vigil Mechanism:** The Company has formulated a Whistle Blower Policy / Vigil Mechanism, which provides a formal mechanism for employees and directors of the Company to approach the Chairman of the Audit Committee to ensure adequate safeguards against victimization. This policy would help to create an environment wherein individuals feel free and secure to raise an alarm, whenever any fraudulent activity takes place or is likely to take place. It will also ensure that complainant(s) are protected from reprisal, whether within or outside the organization. The details of establishment of the Vigil Mechanism Policy are displayed on the website of the Company www.shivaumsteels.com

33. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:

The Company has a proper and adequate system of internal controls. This ensures that all transactions are authorized, recorded and reported correctly, and assets are safeguarded and protected against loss from unauthorized use or disposition. In addition, there are operational controls and fraud risk controls, covering the entire spectrum of internal financial controls. An extensive program of internal audits and management reviews supplements the process of internal financial control framework. Properly documented policies, guidelines and procedures are laid down for this purpose. The internal financial control framework has been designed to ensure that the financial and other records are reliable for preparing financial and other statements and for maintaining accountability of assets. In addition, the Company has identified and documented the risks and controls for each process that has a relationship to the financial operations and reporting.

The Company also has an Audit Committee to interact with the Statutory Auditors, Internal Auditors and Management in dealing with matters within its terms of reference. This Committee mainly deals with accounting matters, financial reporting and internal controls.

34. HUMAN RESOURCES

Your Company is an equal opportunity employer and practices fair employment policies. Your Company is confident that its Human Capital will effectively contribute to the long term value enhancement of the organization.

35. PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE

The Company has in place an Anti-Sexual Harassment Policy in line with the Requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 and an Internal Complaints Committee has been set up to redress complaints received regarding Sexual Harassment at workplace, with a mechanism of lodging & redress the complaints. All employees (permanent, contractual, temporary, trainees, etc.) are covered under this policy.

Your Directors further state that pursuant to the requirements of Section 22 of Sexual Harassment of Women at Work place (Prevention, Prohibition & Redressal) Act, 2013 read with Rules there under, the Company has not received any complaint of sexual harassment during the year under review.

36. FRAUD REPORTING

There have been no frauds reported by the Auditors of the Company to the Audit Committee or the Board of Directors under sub-section (12) of section 143 of the Companies Act, 2013 during the financial year.

37. CORPORATE SOCIAL RESPONSIBILITY (CSR)

As required under the provisions of section 135 of the Companies Act, 2013 read with the applicable rules including any statutory modification(s) or re-enactments thereof, for the time being in force, a Corporate Social Responsibility Committee (CSR) was formed by the Board of Directors of the Company on 16th October, 2018. However, the said Committee was re-constituted on 7th June, 2019. One meeting of the Committee was conducted during FY 2019-20 on 19th August, 2019. The Composition of the Committee and the attendance of the members is as follows:

| Name of the Member | Designation in Committee | Attendance of Members |
|---------------------|--------------------------|-----------------------|
| Mr. Jatin Mehta | Chairman | 1 of 1 |
| Mrs. Vanita Bansal | Member | 1 of 1 |
| Mr. Sunil Sharma | Member | 1 of 1 |
| Mr. Suryakant Mehta | Member | 1 of 1 |

Accordingly, a CSR Policy was approved by the Board on 30th November, 2019 on the recommendation of the CSR Committee and the same is available on the website of the Company - www.shivaumsteels.com

The company was required to spend an Amount of Rs. 12,80,792 as CSR expenditure for the Financial Year 2019-20. The Company has made an expenditure to the tune of Rs. 13,00,000 which is provided in the Report on 'CSR activates' as per prescribed format as required under the provisions of Companies (Corporate Social Responsibility) Rules, 2014 as Annexure - V.

38. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

39. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

During the year under review, the provision of section 125(2) of Companies Act, 2013 does not apply as the company was not required to transfer any amount to the Investor Education Protection Fund (IEPF) established by Central Government of India.

40. UNPAID AND UNCLAIMED AMOUNT OF DIVIDEND AND SHARE APPLICATION MONEY

There is no unpaid or unclaimed Share Application Money and Dividend is pending to be paid to the investors and shareholders till 31.03.2020.

41. BUSINESS RESPONSIBILITY REPORT

Your Company does not fall under Top 500 listed entities as per Market Capitalization. Hence, the Business Responsibility Report for the financial year, as stipulated under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not attached to this Annual Report.

42. PARTICULARS OF EMPLOYEES AND REMUNERATION

Disclosures pertaining to remuneration and other details are required under Section 197(12) of the Act read with Rule 5(1) and 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is forming part of the Directors' Report for the year ended March 31, 2020 and is annexed to this Report and marked as Annexure- VII.

During the financial year 2019-20, no employee, whether employed for whole or part of the year, was drawing remuneration exceeding the limits mentioned under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

43. MANDATORY UPDATE OF PAN AND BANK DETAILS AGAINST YOUR SHARE HOLDING

Pursuant to SEBI circular SEBI/HO/MIRSD/DOP1/ CIR/P/2018/73 dated 20th April, 2018, shareholders whose ledger folios do not have/have incomplete details with respect to PAN and Bank Account particulars are mandatorily required to furnish these details to the Issuer Company/RTA for registration in the folio.

Hence, members holding shares in electronic form are therefore requested to submit their PAN and Bank Account details to the Depository Participants with whom they maintain their demat accounts.

Kindly note that, in compliance with the SEBI circular No. SEBI/ HO/ MIRSD/DOP1/CIR/P/2018/13 dated 20th April 2018, any transaction involving shares in respect of which PAN/Bank Account details are not registered with the Company shall be subject to enhanced supervision by the Company/ Registrar and Share Transfer Agent, which may result in avoidable processing delay.

44. DISCLOSURE W.R.T. DEMAT SUSPENSE ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT

There are no demat suspense account/unclaimed suspense account during the year under review as per SEBI (LODR) Regulations, 2015.

45. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of the provisions of section 134(5) of the Companies Act, 2013 and to the best of their knowledge and belief and according to the information and explanations obtained by them and save as mentioned elsewhere in this Report, the attached Annual Accounts and the Auditors' Report thereon, your Directors confirm that:

- a) In the preparation of the annual accounts for the year ended March 31, 2020, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors have 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 as at March 31, 2020 and of the profit of the Company for the year ended on that date.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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 to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system are adequate and operating effectively.

46. GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- i. Details relating to deposits covered under Chapter V of the Companies Act, 2013.
- ii. Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- iii. The Company has no subsidiary and neither the Managing Director nor the Whole-time Directors of the Company receive any remuneration or commission from any of its subsidiaries

47. ACKNOWLEDGEMENT

Your Directors take this opportunity to place on record their sincere appreciation for the co-operation and assistance the Company has received and would like to place on record its appreciation of the devoted services of the employees; support and co-operation extended by the valued business associates of the Company.

The Directors state that the Company has in place proper system to ensure compliance with the provisions of the applicable Secretarial Standards (SS-1 and SS-2) issued by the Institute of Company Secretaries of India, and that they, have been duly followed by the Company to the best of its knowledge and belief.

**For and on behalf of the Board of Directors of
FOR SHIV AUM STEELS LIMITED**

s/d
Sanjay N Bansal
Whole-Time Director
DIN:00235509

s/d
Krishna N Mehta
Whole-Time Director
DIN: 03581129

Date: 20th August, 2020
Place: Mumbai

ANNEXURE- I

Form No. MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31/03/20 20

[Pursuant to section 92(3) Of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION & OTHER DETAILS

| | |
|--|--|
| CIN | U27105MH2002PLC135117 |
| Registration Date | 11-03-2002 |
| Name of the Company | SHIV AUM STEELS LIMITED |
| Category/Sub-category of the Company | Company Limited by Shares, Company having share capital |
| Address of the Registered office & contact details | 515,THE SUMMIT BUSINESS BAY, OPP. CINEMAX WESTERN EXPRESS WAY, A.K.ROAD, ANDHERI (EAST) Mumbai - 400093. |
| Whether listed company | YES |
| Name , Address & contact details of the Registrar & Transfer Agent, if any. | SKYLINE FINANCIAL SERVICES PRIVATE LIMITED, 305, A wing, Dattani Plaza, Andheri-Kurla Road, Safeed Pool, , Andheri East, Mumbai - 400072 cont no: 022-28511022. |

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated

| S. No | Name & Description of main products/services | NIC Code of the Product /service | % to total turnover of the company |
|-------|---|-------------------------------------|---------------------------------------|
| 1 | Trading in iron & steels | 24109 | 100% |

III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES

| S.No | Name & Address of the Company | CIN/GLN | Holding/ Subsidiary/ Associate | Control of Business Decision | Applicable Section |
|------|----------------------------------|---------|--------------------------------------|------------------------------------|-----------------------|
| N/A | | | | | |

IV. SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

a) Category-wise Share Holding

| Category of shareholders | No. of shares held at the beginning of the year (As on 01.04.2019) | | | | No. of shares held at the end of the year (As on 31.03.2020) | | | | % change during the year |
|---|--|-----------|-----------------|-------------------|--|-----------|-----------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of total shares | Demat | Physical | Total | % of total shares | |
| A. Promoters | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/ HUF | 6794400 | -- | 6794400 | 67.95 | 6794400 | -- | 6794400 | 49.96 | -- |
| b) Central Govt. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) State Govt.(s) | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| d) Bodies Corp. | 3206000 | -- | 3206000 | 32.05 | 3206000 | -- | 3206000 | 23.57 | -- |
| e) Banks/FI | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| (2) Foreign | | | | | | | | | |
| a) NRIs- Individual | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| b) Other Individuals | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) Bodies Corp. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| d) Banks/FI | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| e) Any other | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Total Shareholding of Promoter(A)= A(1)+A(2) | 10000400 | -- | 10000400 | 100.00 | 10000400 | -- | 10000400 | 73.53 | 10000400 |

| Category of shareholders | No. of shares held at the beginning of the year (As on 01.04.2019) | | | | No. of shares held at the end of the year (As on 31.03.2020) | | | | % change during the year |
|---|--|----------|-------|-------------------|--|----------|---------|-------------------|--------------------------|
| | Demat | Physical | Total | % of total shares | Demat | Physical | Total | % of total shares | |
| B.Public Shareholding | | | | | | | | | |
| 1. Institutions | | | | | | | | | |
| a) Mutual Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| b) Banks/FI. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| c) Central Govt. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| d) State Govt.(s) | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| e) Venture Capital Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| f) Insurance Companies | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| g) FIs | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| h) Foreign Venture Capital Funds | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| (2) Non-Institutions | | | | | | | | | |
| a) Bodies Corp. | | | | | | | | | |
| (i) Indian | -- | -- | -- | -- | 1482000 | -- | 1482000 | 10.9 | -- |
| (ii) Overseas. | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| b) Individuals | | | | | | | | | |
| (i) Individual shareholders holding nominal share capital upto Rs. 2 lakh | -- | -- | -- | -- | 138000 | -- | 138000 | 1.01 | -- |

| Category of shareholders | No. of shares held at the beginning of the year (As on 01.04.2019) | | | | No. of shares held at the end of the year (As on 31.03.2020) | | | | % change during the year |
|--|--|----------|----------|-------------------|--|----------|----------|-------------------|--------------------------|
| | Demat | Physical | Total | % of total shares | Demat | Physical | Total | % of total shares | |
| (ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh | -- | -- | -- | -- | 1617000 | -- | 1617000 | 11.89 | -- |
| c) Others | | | | | | | | | |
| (i) HUF | -- | -- | -- | -- | 363000 | -- | 363000 | 2.67 | -- |
| (ii) Clearing Member | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| (iii) Market Maker | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Sub-total (B)(2) | -- | -- | -- | -- | 3600000 | -- | 3600000 | 26.47 | -- |
| Total Public Shareholding (B)=(B)(1) + (B)(2) | -- | -- | -- | -- | 3600000 | -- | 3600000 | 26.47 | -- |
| C) Shares held by Custodian for GDRs | -- | -- | -- | -- | -- | -- | -- | -- | -- |
| Grand Total | 10000400 | -- | 10000400 | 100.00 | 13600400 | -- | 13600400 | 100.00 | -- |

b) Shareholding of Promoters and Promoter Group

| Shareholders Name | No. of shares held at the beginning of the year (As on 01.04.2019) | | | No. of shares held at the end of the year (As on 31.03.2020) | | | % Change in share holding during the year |
|-----------------------|---|----------------------------------|---|---|----------------------------------|---|---|
| | No. of Shares | % of total Shares of the Company | % of Shares Pledged / encumbe-red to total shares | No. of Shares | % of total Shares of the Company | % of Shares Pledged / encumbe-red to total shares | |
| Sanjay N bansal | 1288300 | 12.88 | -- | 2137150 | 15.72 | -- | (+) 6.25 |
| Jatin N Mehta | 1351000 | 13.51 | -- | 1351000 | 9.93 | -- | -- |
| Ajay N bansal | 1287500 | 12.87 | -- | 438350 | 3.22 | -- | (-) 6.25 |
| Sanjay N Bansal HUF | 210600 | 2.10 | -- | 210600 | 1.55 | -- | -- |
| Jatin N Mehta HUF | 1291000 | 12.91 | -- | 1291000 | 9.49 | -- | -- |
| Ajay N Bansal HUF | 210600 | 2.10 | -- | 210600 | 1.55 | -- | -- |
| Niyati J Mehta | 755000 | 7.55 | -- | 755000 | 5.55 | -- | -- |
| Vanita S Bansal | 200000 | 2.00 | -- | 200000 | 1.47 | -- | -- |
| Usha A Bansal | 200200 | 2.00 | -- | 200200 | 1.47 | -- | -- |
| Sudha N Mehta | 200 | 0.00 | -- | 200 | 0.00 | -- | -- |
| Mobi Realtors Pvt Ltd | 3206000 | 32.06 | -- | 3206000 | 23.57 | -- | -- |

c) Change in Promoters' Shareholding and Promoter Group

| Name of Promoter | No. of Shares held at the beginning of the year (1.4.2019) | | Changes during the year (FY 2019-20) | | | Cumulative shareholding at the end of year (31.3.2020) | |
|-----------------------|--|--------------------|--------------------------------------|---|----------|--|--------------------|
| | No. of Shares | % of total Capital | Date | Increase(+) / Decrease(-) during the year | Reason | No. of Shares | % of total Capital |
| Sanjay N bansal | 1288000 | 12.88 | 08/04/2019 | (+) 849150 | Transfer | 2137450 | 15.72 |
| Ajay N bansal | 1287500 | 12.87 | 08/04/2019 | (-) 849150 | Transfer | 438350 | 3.22 |
| Jatin N Mehta | 1351000 | 13.51 | NO CHANGE | | | 210600 | 2.10 |
| Sanjay N Bansal HUF | 210600 | 2.10 | | | | 1291000 | 12.91 |
| Jatin N Mehta HUF | 1291000 | 12.91 | | | | 210600 | 2.10 |
| Ajay N Bansal HUF | 210600 | 2.10 | | | | 755000 | 7.55 |
| Niyati J Mehta | 755000 | 7.55 | | | | 200000 | 2.00 |
| Vanita S Bansal | 200000 | 2.00 | | | | 200200 | 2.00 |
| Usha A Bansal | 200200 | 2.00 | | | | 200 | 0.00 |
| Sudha N Mehta | 200 | 0.00 | | | | 3206000 | 32.06 |
| Mobi Realtors Pvt Ltd | 3206000 | 32.06 | | | | 210600 | 2.10 |

d) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

| S.No. | Top Ten Shareholders | Shareholding at the beginning of the year (As on 01.04.2019) | | Cumulative Shareholding during the year (As on 31.03.2020) | |
|-------|--|--|-----------|--|-----------|
| | | No. of shares | % holding | No. of shares | % holding |
| 1 | Jai Ambe Tradexim Private Limited | -- | -- | 180000 | 1.32 |
| 2 | Nopea Capital Services Private Limited | -- | -- | 444000 | 3.26 |
| 3 | Progyan Construction And Engineers Private Limited | -- | -- | 291000 | 2.14 |
| 4 | Ashok Kumar Bansal HUF | -- | -- | 105000 | 0.77 |
| 5 | Hetal kumar Shah | -- | -- | 156000 | 1.15 |
| 6 | Aryaman Capital Markets Limited | -- | -- | 513000 | 3.77 |
| 7 | Vinod Harilal Jhaveri | -- | -- | 675000 | 4.96 |
| 8 | Jignesh Amrutlal Thobhani | -- | -- | 156000 | 1.15 |
| 9 | Hetal Shashank Doshi | -- | -- | 327000 | 2.40 |
| 10 | Vismay Shah | -- | -- | 99000 | 0.73 |

Note: The company got listed on 1st October, 2020 and hence the shareholding of top ten shareholders on 1.04.2020 is not available. All the shares of the company are held in dematerialized form, and are widely traded on daily basis. Therefore, the date-wise increase/decrease in shareholding is not indicated.

e) Shareholding of Directors and Key Managerial Personnel:

| Name of Promoter | No. of Shares held at the beginning of the year (1.4.2019) | | Changes during the year (FY 2019-20) | | | Cumulative shareholding at the end of year (31.3.2020) | |
|------------------|--|--------------------|--------------------------------------|---|----------|--|--------------------|
| | No. of Shares | % of total Capital | Date | Increase(+) / Decrease(-) during the year | Reason | No. of Shares | % of total Capital |
| Sanjay N Bansal | 1288300 | | 08/04/2019 | (+) 849150 | Transfer | 2137450 | 15.72 |
| Jatin N Mehta | 1351000 | | -- | -- | -- | -- | -- |
| Ajay N Bansal | 1287500 | | 08/04/2019 | (-) 849150 | Transfer | 438350 | 3.22 |
| Niyati J Mehta | 755000 | | -- | -- | -- | 755000 | 5.55 |
| Vanita S Bansal | 200000 | | -- | -- | -- | 200000 | 1.47 |

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment:

| | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|--|--|--------------------------------|----------|--------------------------------|
| Indebtedness at the beginning of the financial year | | | | |
| I) Principal Amount | -- | 23,98,24,848 | -- | 23,98,24,848 |
| ii) Interest due but not paid | -- | | — | |
| iii) Interest accrued but not due | -- | | — | |
| Total | -- | 23,98,24,848 | -- | 23,98,24,848 |
| Change in Indebtedness during the financial year | -- | | -- | |
| - Addition | — | | — | |
| - Addition(including Int) | -- | 5,90,06,300 | -- | 5,90,06,300 |
| - Reduction | -- | 20,90,12,989 | -- | 20,90,12,989 |
| Net Change | -- | (15,00,06,689) | -- | (15,00,06,689) |
| Indebtedness at the end of the financial year | -- | | -- | |
| I) Principal Amount | -- | 8,98,18,159 (incl interest) | -- | 8,98,18,159 (incl interest) |
| ii) Interest due but not paid | -- | | — | |
| iii) Interest accrued but not due | -- | | — | |
| Total (i +ii +iii) | -- | 8,98,18,159 | -- | 8,98,18,159 |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

a) Remuneration to Managing Director, Whole-time Directors and/or Manager:

| Particulars of Remuneration | Mr. Sanjay N Bansal | Mr. Jatin N Mehta | Mr. Ajay N Bansal | Mr. Krishna N Mehta | Mr. Rishabh J Mehta | Mr. Utsav S Bansal | Total Amount (Rs. in Lakhs) |
|---|---------------------|-------------------|-------------------|---------------------|---------------------|--------------------|-----------------------------|
| Gross salary | | | | | | | |
| (a) Salary as per provisions Contained in section 17(1) of the Income-tax Act, 1961 | 52.00 | 42.00 | 23.00 | 36.00 | 43.00 | 46.00 | 242.00 |
| (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Stock Option | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Sweat Equity | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Commission - as % of profit | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Others, please specify | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| Total | 52.00 | 42.00 | 23.00 | 36.00 | 43.00 | 46.00 | 242.00 |

Note: The remuneration paid to the Directors is within the ceiling limit as calculated under Schedule V of the Companies Act, 2013.

b) Remuneration to other directors:

| Particulars of Remuneration | Mr. Mahendra Pandhi | Mr. Sunil Sharma | Mr. Suryakant Mehta | Mr. Govind Kumar Agrawal | Mrs. Niyati Mehta | Mrs. Vanita Bansal | Total Amount (Amt in Rs.) |
|--|---------------------|------------------|---------------------|--------------------------|-------------------|--------------------|---------------------------|
| 1.Independent Directors | | | | | | | |
| Fee for attending board and committee meetings | 6,000 | 5,000 | 4,000 | 6,000 | - | - | 21,000 |
| Total (I) | 6,000 | 5,000 | 4,000 | 6,000 | - | - | 21,000 |
| 2. Other Non-Executive Directors | | | | | - | - | |
| Fee for attending board and committee meetings | - | - | - | - | 3,000 | 3,000 | 6,000 |
| Total (ii) | - | - | - | - | 3,000 | 3,000 | 6,000 |
| Grand Total | - | - | - | - | | | 27,000 |

c) Remuneration To Key Managerial Personnel Other Than MD/Manager/WTD

| Particulars of Remuneration | Company Secretary | Chief Financial Officer | Total Amount (Amt in Lakhs) |
|--|-------------------|-------------------------|-----------------------------|
| Gross salary | | | |
| (a) Salary as per provisions Contained in section17(1) of the Income-tax Act, 1961 | 3.80 | 3.95 | 7.75 |
| (b) Value of perquisites u/s 17(2)Income-tax Act, 1961 | Nil | Nil | Nil |
| Stock Option | Nil | Nil | Nil |
| Sweat Equity | Nil | Nil | Nil |
| Commission - as % of profit | Nil | Nil | Nil |
| Others, please specify | Nil | Nil | Nil |
| Total | 3.80 | 3.95 | 7.75 |

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

| Type | Section of The Companies Act | Brief Description | Details of Penalty / Punishment/ Compounding fees imposed | Authority [RD / NCLT / COURT] | Appeal made, if any (give Details) |
|-------------------------------------|------------------------------|-------------------|---|-------------------------------|------------------------------------|
| A. COMPANY | | | N/A | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| B. DIRECTORS | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |
| C. OTHER OFFICERS IN DEFAULT | | | | | |
| Penalty | | | | | |
| Punishment | | | | | |
| Compounding | | | | | |

For SHIV AUM STEELS LIMITED

Date: 20th August, 2020

s/d
Sanjay N Bansal
Director
DIN: 00235509

s/d
Krishna N Mehta
Director
DIN: 03581129

ANNEXURE-II

SECRETARIAL AUDIT REPORT FORM NO. MR-3

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

*[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]*

To,
The Members,
M/s. Shiv Aum Steels Limited
CIN: U27105MH2002PLC135117
Address: Office No. 515, The Summit Business Bay,
Opp. Cinemax & WEH Metro Station,
Andheri East, Mumbai-400093.

I, have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Shiv Aum Steels Limited** (CIN: U27105MH2002PLC135117) (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 our opinion thereon.

Based on our verification 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, I hereby report that in my opinion, the Company has, during the audit period covering financial year ended on **31st March, 2020**, 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company:-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 - **(Not applicable to the Company during the Audit period).**
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit period).**
 - f. 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;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - **(Not applicable to the Company during the Audit period).**
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 - **(Not applicable to the Company during the Audit period).**
- vi. As informed to me the following other laws specifically applicable to the Company are as under:
1. Water (Prevention & Control of pollution) Act, 1974
 2. Air (Prevention & Control of pollution) Act, 1981
 3. Hazardous wastes (Management, Handling & Transboundary Movement) Rules, 2008
 4. Payment of Gratuity Act, 1972
 5. Contract Labour (Regulation & Abolition) Act, 1979

I have also examined compliance with the applicable Clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board ("SS-1") and General Meetings ("SS-2").
- (ii) The provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR");

During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations/ non-compliances:

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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 is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and 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.
- Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes, if any.

I further report that, as per the explanations given to us and the representations made by the Management and relied by us, 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.

In our opinion and according to the information and explanations given to us the Company's transactions with its related party are in compliance with Sections 177 and 188 of the Companies Act, 2013, where applicable, and details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

I further report that during the audit period the company has no specific events / actions in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. having a major bearing on the company's affairs.

**For Sandeep Dubey & Associate
(Practicing Company Secretary)**

s/d

**CS Sandeep Dubey
ACS No.: 47940
COP No.: 17902**

**Date: 20th August, 2020
Place: Mumbai**

Note: This report is to be read with my letter of even date which is annexed as 'Annexure A' and forms an integral part of this report.

ANNEXURE-A TO SECRETARIAL AUDIT REPORT

To
The Members,
M/s. Shiv Aum Steels Limited
CIN: U27105MH2002PLC135117
Address: Office No. 515, The Summit Business Bay,
Opp. Cinemax & WEH Metro Station,
Andheri East, Mumbai-400093.

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record 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. I have followed the audit practices and processes as applicable 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. I have not verified the correctness and appropriateness of financial records and Books of Account of the company.
4. Wherever required, I have obtained the 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 are the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. In preparing the report, I have relied on the correctness and accuracy of the information provided to me orally and in writing by on behalf of the company.
7. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Mumbai
Date: 20th August, 2020

Sd/-
CS Sandeep Dubey
ACS No.: 47940
COP No.: 17902

ANNEXURE-III

FORM AOC-1

(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

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures:

- A. SUBSIDIARIES – NOT APPLICABLE
- B. ASSOCIATES & JOINT VENTURES: **N/A**

FORM AOC-2

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Form for disclosure of 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:

- i. Details of contracts or arrangements or transactions not at arm's length basis: **N/A**
- ii. Details of material contracts or arrangement or transactions at arm's length basis for the year ended March 31, 2020 : **N/A**

ANNEXURE IV

MANAGEMENT DISCUSSION & ANALYSIS REPORT

GLOBAL ECONOMY

Global growth is projected to be at – 4.9 percent in 2020, 1.9 percentage points below the April 2020 World Economic Outlook (WEO) forecast. The COVID-19 pandemic has had a greater negative impact on activity in the first half of 2020 than anticipated, and the recovery is projected to be slower than previously forecast. In 2021, global growth is projected at 5.4 percent. Overall, this would leave 2021 GDP some 6.5 percentage points lower than in the pre-COVID-19 projections made in January 2020. The adverse impact on low-income households is particularly acute, imperilling the significant progress made in reducing extreme poverty in the world since the 1990s. (source: world economic outlook reports)

Latest World Economic Outlook Growth Projections

| (real GDP, annual percent change) | PROJECTIONS | | |
|--|-------------|-------------|------------|
| | 2019 | 2020 | 2021 |
| World Output | 2.9 | -4.9 | 5.4 |
| Advanced Economies | 1.7 | -8.0 | 4.8 |
| United States | 2.3 | -8.0 | 4.5 |
| Euro Area | 1.3 | -10.2 | 6.0 |
| Germany | 0.6 | -7.8 | 5.4 |
| France | 1.5 | -12.5 | 7.3 |
| Italy | 0.3 | -12.8 | 6.3 |
| Spain | 2.0 | -12.8 | 6.3 |
| Japan | 0.7 | -5.8 | 2.4 |
| United Kingdom | 1.4 | -10.2 | 6.3 |
| Canada | 1.7 | -8.4 | 4.9 |
| Other Advanced Economies | 1.7 | -4.8 | 4.2 |
| Emerging Markets and Developing Economies | 3.7 | -3.0 | 5.9 |
| Emerging and Developing Asia | 5.5 | -0.8 | 7.4 |
| China | 6.1 | 1.0 | 8.2 |
| India | 4.2 | -4.5 | 6.0 |
| ASEAN-5 | 4.9 | -2.0 | 6.2 |
| Emerging and Developing Europe | 2.1 | -5.8 | 4.3 |
| Russia | 1.3 | -6.6 | 4.1 |
| Latin America and the Caribbean | 0.1 | -9.4 | 3.7 |
| Brazil | 1.1 | -9.1 | 3.6 |
| Mexico | -0.3 | -10.5 | 3.3 |
| Middle East and Central Asia | 1.0 | -4.7 | 3.3 |
| Saudi Arabia | 0.3 | -6.8 | 3.1 |
| Sub-Saharan Africa | 3.1 | -3.2 | 3.4 |
| Nigeria | 2.2 | -5.4 | 2.6 |
| South Africa | 0.2 | -8.0 | 3.5 |
| Low-Income Developing Countries | 5.2 | -1.0 | 5.2 |

Source: IMF, World Economic Outlook Update, June 2020

Note: For India, data and forecasts are presented on a fiscal year basis, with FY2020/2021 starting in April 2020. India's growth is -4.9 percent in 2020 based on the calendar year.

STEEL INDUSTRY SCENARIO - INDIA

India was the world's second-largest steel producer in 2019 with production standing at 111.2 million tonnes (MT). The growth in the Indian steel sector has been driven by domestic availability of raw materials such as iron ore and cost-effective labour. Consequently, the steel sector has been a major contributor to India's manufacturing output.

The Indian steel industry is modern with state-of-the-art steel mills. It has always striven for continuously upgrading older plants to greater energy-efficiency levels. Consolidation and expansion of the major power and steel manufacturers, along with considerable investments in infrastructure development and the 'Make in India' campaign, has resulted in an increase in the per capita consumption of steel in India in recent years. The setting up of multiple MNC manufacturing units in India has also increased the demand for a range of products and grades previously imported, thus increasing our self-reliance and at the same time, opening further export avenues. As such, with further modernisation plans in the works, the Indian Steel sector is likely to record faster growth in the coming years.

MAJOR INVESTMENTS IN THE STEEL SECTOR - INDIA

Nothing speaks to the potential of the Indian steel industry and its associated mining and metallurgy sectors as the major investments and developments in the recent past can.

According to the data released by Department for Promotion of Industry and Internal Trade (DPIIT), the Indian metallurgical industries attracted Foreign Direct Investment (FDI) to the tune of US\$13.40 Billion in the period April 2000–March 2020.

Some of the major investments in the Indian steel industry are as follows:

- In March 2020, Arcelor Mittal Nippon Steel India (AM/NS) acquired Bhandar Power plant in Hazira, Gujarat from Edelweiss Asset Reconstruction Company.
- In February 2020, GFG Alliance acquired Adhunik Metaliks and its arm Zion Steel for Rs. 425 crore (US\$60.81 million), marking its entry into the Indian steel market.
- In December 2019, Arcelor Mittal completed the acquisition of Essar Steel at Rs.42,000 crore (US\$6.01 billion) and formed a joint venture with Nippon Steel Corporation.
- JSW Steel has planned a US\$4.14 billion capital expenditure programme to increase its overall steel output capacity from 18 million tonnes to 23 million tonnes by 2020. For FY20, JSW Steel set a target of supplying around 1.5 lakh tonnes of TMT Rebars to metro rail projects across the country.
- Ministry of Steel plans to invest US\$70 million in the eastern region of the country through accelerated development of the sector.
- The production capacity of SAIL is expected to increase from 13 MTPA to 50 MTPA in 2025 with total additional investment of US\$24.88 billion.
- Tata Steel has decided to increase the capacity of its Kalinga Nagar integrated steel plant from 3 million tonnes to 8 million tonnes at an investment of US\$3.64 billion.

Considering the vital role India plays in world trade and its untapped market, most major steel manufacturers are looking to set-up their own integrated steel plants and distribution channels, or upgrade existing ones to better take advantage of the future potential.

GOVERNMENT INITIATIVES

Keeping in mind the critical role the steel sector plays in national infrastructure, the Indian Government regularly revises its policies and provides incentives so as to ensure steady growth of the steel industry. Along with the boost in Infrastructure spending, the government has also kept a keen eye on the global market to make sure domestic manufacturers are not always at a disadvantage. Some of the other recent government initiatives in this sector are as follows:

- The Indian Government introduced a Steel Scrap Recycling Policy in November 2019 to provide a framework to facilitate and promote establishment of metal scrapping centers in India for scientific processing and recycling of Ferrous Goods.
- An export duty of 30% has been levied on iron ore (lumps and fines) to ensure supply to the domestic steel industry remains unhampered and is not compromised.
- The government's focus on infrastructure and a further likely acceleration in rural economy and infrastructure is expected to lead to an increased growth in demand for steel.
- The Union Cabinet, Government of India approved the National Steel Policy (NSP) 2017, as it intends to create a globally competitive steel industry in India. NSP 2017 envisages a 300 million tonnes (MT) steel-making capacity and 160kgs consumption per capita of steel by 2030-31.
- The Ministry of Steel is facilitating setting up of an industry driven Steel Research and Technology Mission of India (SRTMI) in association with the public and private sector steel companies to spearhead research and development activities in the iron and steel industry at an initial corpus of Rs. 200 crore (US\$30 million).
- The Government of India also raised import duty on most steel items twice, each time by 2.5 per cent and imposed measures including anti-dumping and safeguard duties on iron and steel items.

OPPORTUNITIES FOR GROWTH

The New Industrial Policy Regime

The New Industrial Policy in 1991 opened the Indian iron and steel industry for private investment by (a) removing it from the list of industries reserved for public sector and (b) exempting it from compulsory licensing. Imports of foreign technology as well as foreign direct investment are now freely permitted up to certain limits under an automatic route. Ministry of Steel plays the role of a facilitator, providing broad directions and assistance to new and existing steel plants, in the liberalized scenario.

The Growth Profile:

- (i) **Steel** : The liberalization of the industrial policy and other initiatives taken by the Government since have given a definite impetus for entry, participation and growth of the private sector in the steel industry. While the existing units are being modernized/expanded, a large number of new steel plants have also come up in different parts of the country based on modern, cost effective, state-of-the-art technologies. In the last few years, the rapid and stable growth of the demand side has also prompted domestic entrepreneurs to set up fresh greenfield projects in different states of the country.

Crude steel capacity was 142.98 mt in 2019-20 (prov.), up by 0.5% over 2018-19 and India, which emerged as the 2nd largest producer of crude steel in the world in 2019 as per data released by the World Steel Association, has to its credit, the capability to produce a variety of grades and that too, of international quality standards.

- (ii) **Pig Iron:** India is also an important producer of pig iron. Post-liberalization, with setting up of several units in the private sector, India has turned from an importer to an exporter of pig iron. The private sector accounted for 89% of total production of pig iron (5.507 mt) in the country in 2019-20 (prov.).
- (iii) **Sponge Iron:** India, the world's largest producer of sponge iron (2019), has a host of coal based units located in the mineral-rich states of the country. Over the years, the coal based route has emerged as a key contributor and accounted for 86% of total Sponge Iron production in the country during 2019-20 (prov.). Capacity in Sponge Iron making too has increased over the years and stood at 37.143 mt (2019-20) (prov.).

SHIV AUM STEELS LIMITED: A STORY OF STEADY GROWTH

Shiv Aum Steels Limited (SASL) can trace its history back to the early 1980s, having been established as a partnership company. In those years, the company has only gone from strength to strength, starting out with a small plot of land at Mazgaon, Mumbai to operating out of multiple godowns in Kalamboli, Taloja and Panvel. Initially starting out with trading structural steel of only secondary manufacturers, SASL has since become MOU Holders/Distributors/Authorized Dealers of SAIL/RINL/JSPL among others and has further expanded into a wider range of products and grades to meet the growing needs of a constantly increasing consumer base.

STRENGTHS

- Extensive industry experience of promoters and fund support**
 SASL benefits from the long-standing experience of its promoters in the steel product industry. The company was set up by Mr. Sanjay Bansal and Mr. Jatin Mehta, both of whom have over three decades of experience in the industry. Consequently, the company benefits from the promoters understanding of the dynamics of the local market, and their established relationship with suppliers and customers. SASL currently deals in products manufactured by established steel players such as JSPL, SAIL, RINL and Monnet Ispat. Moreover, it has a well-diversified customer base and has supplied to more than 1000 entities over the past several years.
- Established and diversified clientele base**
 SASL benefits from its established and diversified customer base of over 1,000 customers some of which include companies like L&T Stec JV yard, IPCA Laboratories Ltd, Kalyani Technoforge Ltd., Precision Automation & Robotics (India) Ltd., Kone Cranes (India), Maharashtra Seamless Limited, UPL Limited, and Seamless Autotech Pvt. Ltd among others.
- Diversified product portfolio**
 SASL is engaged in trading of various mild steel products such as Indian and European Standard Beams, Angles, Plates, Channels, and thermo-mechanically treated bars. The diversified product base thereby enables the company to cater to a larger customer base and also various requests of a single customer. Furthermore, this reduces the dependence on a single product range and allows for a greater scope for growth.

CHALLENGES

There are multiple challenges facing most industries during these unprecedented times, many of which are difficult to foresee. Nonetheless, if the underlying operating models are sound, it would be possible to adapt and weather the storm.

COVID-19 Pandemic: That the COVID-19 Pandemic has disrupted operations globally is well-known. Moreover, the new normal that will emerge is likely to witness a realignment of power centres in different domains. The coronavirus crisis has impacted almost all supply chains dependent on China, which includes the steel sector. Given the closure of operations in most industries, the nation's steel demand in FY2020-21 is expected to fall by about 15%. This will likely lead to oversupply, suppressed prices and rising inventories once the lockdown is lifted, as per an India Ratings report. These inventories will mainly comprise intermediate or semi-steel items used by downstream players whose units are currently closed because of the lockdown.

Finance: Steel is a capital-intensive sector. Naturally, the cost of financing any expansion or new steel capacity is usually through borrowed capital. And in India the cost of finance is extremely high compared to the cost of finance in developed countries such as China, Japan and Korea. This adds about US\$30 to US\$35 to the final cost of steel.

Logistics: For most Indian steel makers, managing logistics requirements is arduous, challenging, and costly. The primary raw materials for steel making is iron ore, and coal or coking coal. Both are bulk minerals, and steel is also a bulk commodity. So, whether it is physical transportation of raw materials for steel-making to the steel mills or physical transportation of finished steel to distribution centres, transportation of bulk materials is always arduous. Moreover, most Indian steel plants are located inland, unlike in China, Japan, or Korea, where they are located close to the sea. This increases the challenge of managing logistics requirements for most steel plants in India. Railways are naturally the preferred mode of transportation for steel makers. More than 80% of the total logistics requirements of the steel industry are met through the railway network, as the sea route can be partially leveraged for only three steel plants. Moreover, transportation through roadways for bulk materials is economically unviable.

Environment and energy consumption: Increasingly, environmental concerns are taking centre stage and the Indian steel industry is not immune to this trend. The steel industry is energy-intensive and is the second biggest consumer of energy globally. This not only leads to a higher carbon footprint but also affects the immediate environment. Using energy-efficient methods to produce steel will not only reduce production costs but also improve competitiveness. This can be achieved through highly developed energy management systems and usage of the latest technologies in steel production.

A large share of the challenges that the steel industry has faced since 2014 can be traced to the extremely high finance costs or cost of borrowed capital. Although India's Reserve Bank has lowered the policy repo rate five times and by 135 basis points in 2019 alone, the cost of capital in India still remains significantly high and Indian steel makers continue to face a relative disadvantage vis-à-vis their competitors from the developed world.

OPPORTUNITIES

- **Increase in demand for steel products on account of various government initiatives**

The demand for steel is expected to continue its strong stride at 6-7% through fiscal 2022 supported by government led initiatives, especially affordable housing and infrastructure projects in metro, road, and urban infra space (which are more steel intensive). Additionally, automotive production is also expected to witness a robust growth of 7-9% through 2022, thereby augmenting the demand for steel products.

- **Venturing into service centre for steel industry**

SASL plans to leverage on its reputation and diversified product base by venturing into the service sector while using the latest technologies like laser cutting, magnetic lifting which are expected to help the company cater to expand its existing customer base.

THREATS

- **Change in Government Policies:**

The domestic steel industry remains exposed to the changing policies of the Government which can impact realizations of players even in the domestic market. Steel realizations have recovered in recent fiscals following protective measures (anti-dumping duty, and minimum import prices) taken by the government, coupled with increased infrastructure spending. However, these changes in government policies can be rolled back, which would have a negative impact on the industry. Thus, the domestic steel industry remains susceptible to any such changes.

- **Excessive Delays in Projects and Financing Costs**

Demand for steel products is linked to the capex of end-user industries, and availability of disposable income at micro levels, both of which are strongly correlated to economic cycles. With any economic slowdown coupled with volatile steel prices and fierce competition, SASL revenue is expected to get impacted. The Indian steel industry has been hit by persistent inflation, higher interest rates and their effect on end-user demand. With rising cost of finance and execution delays owing to environmental clearances, many infrastructure and construction projects do not take off, either on schedule or at all, resulting in a lower demand for steel.

THE WAY AHEAD (PWC REPORT)

Continuous trade wars between the world's major economies and the steel vs aluminium debate in auto manufacturing are some of the many well-known threats that the steel industry needs to develop strategies for. Likewise, unexpected threats, the surprises that arise through digital technologies and changing customer expectations also merit consideration. These new and possibly more disruptive improvements can challenge the traditional steel company's business models. Digital disruption will enable the steel industry to prepare itself for unexpected challenges and become more competitive.

The advantages of the digitised value chain include seamless client interaction and higher service levels, a 2-4% improvement in EBITDA, and reductions in inventory of 10 days or more. Companies can benefit from emerging technologies like predictive analytics, IOT and data lakes through agile pilot tests and get positive results within a few weeks or months. What's more, most organisations can start gaining positive ROI in the first few years. As per the Global Digital Operations Study by PwC and Strategy, companies all over world are expecting to increase their digital ecosystem maturity over the next five years.

Some of the challenges faced by steel companies which can be solved by emerging digital technologies are:

First, complex value chains pose a serious challenge to the metal and steel industry. Organisations must take steps to deal with the vast amount of interconnected assets, a varied client base, a large number of items with changing quality requirements and services, and complicated distribution channels with various margin implications.

Variability across the steel Industry—chiefly in processes, production and supply chain, and labour costs—decreases as digital connectivity is embedded vertically and horizontally throughout companies, streamlining their processes and yielding efficiencies. Also, as demand for customised services and products rises, digital manufacturing (including real-time data analytics, self-monitoring and remote control of equipment) will enable faster tailoring of processes and operations that are less dependent on human labour, thus cutting the costs of variability in conventional manufacturing.

Steel and metal manufacturing units are considered to be asset intensive. The steel industry is going through an exciting transformation with the evolution of various emerging technologies such as robots, drones and IoT that provide businesses with valuable solutions. In addition to automating processes, these technologies connect all units in a plant, allowing them to interact in real time and enhancing the efficiency of the whole system. Sound asset performance and technology integration will also boost labour productivity. This will help in reducing costs and increasing profitability across the industry.

1. KEY FINANCIAL INDICATORS

| Particulars | Year ended 31st March 2020 | Year ended 31st March 2019 |
|-------------------------------|-------------------------------|-------------------------------|
| Total sales (by volume) | 82,877(in tonnes) | 79,766 (in tonnes) |
| Total Revenue | 3,39,81,90,461 | 3,77,29,03,238 |
| Profit Before Tax | 6,36,07,759 | 8,77,89,375 |
| Less: Current Tax | 168,29,202 | 3,05,54,631 |
| Deferred Tax | 10,99,877 | (8,035) |
| Income Tax earlier years | 0 | 0 |
| Profit For The Year | 506,99,725 | 5,72,42,779 |
| Paid Up Capital | 13,60,04,000 | 100,004,000 |
| Reserves & Surplus | 53,17,45,663 | 366,314,887 |

Shiv Aum Steels Limited (SASL) has shown a healthy growth in the financial year 2019-20 until the COVID-19 Pandemic disruption and has generated a revenue of Rs. 33981.9 Lakhs from its operations. The strategy of specialization in catering to custom made and quantity orders continues to pay dividends and has made SASL the preferred supplier to its customers.

2. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

SASL has a sound internal control system which ensures that (a) its financial reports are reliable; (b) its operations are effective and efficient; (c) its activities comply with applicable laws and regulations; and (d) proper accounting of assets and protection against loss through unauthorized use. The internal control systems are further supplemented by internal audit carried out by an independent firm of Chartered Accountants and periodical review by the Management. The Internal Audit process is designed to review the adequacy of internal control checks in the system and covers all of the significant areas of the Company's operations.

The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of the internal control systems and tracks the implementation of corrective actions. Significant audit observations and corrective actions taken by the Management are presented to the Audit Committee. To maintain its objectivity and independence, the Internal Audit reports are submitted to the Chairman of the Audit Committee. Audit Committee plays a key role in providing assurance to the Board of Directors.

3. HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT

Industrial relations within the Company have been harmonious and cordial. The Labour Union has been very supportive of Management's efforts to implement reforms. The Company is only as good as its people. Our philosophy is to engage with our employees at all levels. Dedication and commitment is encouraged and rewarded at SASL.

Cautionary Statement: Details provided herein above relating to various activities and future plans may be "forward-looking statements" within the realm of applicable laws and regulations. Actual performance may differ substantially or materially from those expressed or implied. The Company may need to change plans or other projections due to changes in Government policies, tax laws, market conditions and other incidental factors.

**For and on behalf of the Board of Directors of
SHIV AUM STEELS LIMITED**

Date: 20th August, 2020

**s/d
Sanjay N Bansal
Director
DIN: 00235509**

**s/d
Krishna N Mehta
Director
DIN: 03581129**

ANNEXURE V

REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES UNDERTAKEN BY THE COMPANY FOR FY 2019-20

| DETAILS | PARTICULARS |
|---|--|
| 1. A brief outline of the company's CSR Policy, including overview of projects or programs proposed to be undertaken | The main objective of the CSR policy of the Company is to make CSR a key business process for sustainable development of the society. Further, the Company endeavors to undertake programs such as eradicating hunger, poverty, promoting education, etc. The Company shall give preference to local areas for spending CSR expenditure. |
| 2. Reference to the web-link to the CSR Policy and projects or programs | www.shivaumsteels.com |
| 3. The Composition of the CSR Committee | 1. Mr. Jatin N Mehta - Chairman 2. Mr. Sunil Sharma - Member 3. Mr. Suryakant Mehta - Member 4. Mrs. Vanita Bansal - Member |
| 4. Average net profit of the company for last three financial years | Rs. 640,39,564.33 |
| 5. Prescribed CSR expenditure (two per cent of the amount as in item 4 above) Details of CSR spent during the financial year: | |
| (a) Total amount to be spent for the financial year | Rs. 12,80,791.29 + Rs. 8,77,0000 + Rs. 1,77,909 (pertaining to FY 2018-19 and Fy 2017-18) |
| (b) Amount unspent, if any | N/A |
| (c) Manner in which the amount spent during the financial year is detailed below: | |

| Sr. No | CSR Project or Activity identified | Sector in which the project is covered | Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken | Amount outlay (budget) project or programs wise | Amount spent on the projects or programs Subheads: (1) Direct expenditure | Cumulative expenditure upto to the reporting period | Amount spent: Direct or through implementing agency |
|--------|---|--|---|---|---|---|---|
| 1. | Donation to Golden India Foundation | Eradication of hunger and poverty clause (i) | Rajasthan | - | 13,00,000 | 13,00,00 | Golden India Foundation |
| 2. | Donation to Vardhman Parivar Seva Trust | Eradication of hunger and poverty clause (i) | Rajasthan | 1055000 | 1055000 | 1055000 | Vardhman Parivar Seva Trust |

RESPONSIBILITY STATEMENT

The implementation and monitoring of Corporate Social Responsibility (CSR) Policy is in compliance with CSR objectives and policy of the Company.

For SHIV AUM STEELS LIMITED

s/d
Sanjay N Bansal
Director
DIN: 00235509

s/d
Krishna N Mehta
Director
DIN: 03581129

Date: 20th August, 2020

ANNEXURE-VI OF DIRECTOR'S REPORT

REMUNERATION POLICY

This Remuneration Policy relating to remuneration for the directors, key managerial personnel and other employees, has been formulated by the Nomination and Remuneration Committee (hereinafter "Committee") and approved by the Board of Directors.

Objectives:

The objectives of this policy are to stipulate criteria for:

- Appointment, reappointment, removal of Directors, KMPs and Senior Management
- Determining qualifications, positive attributes and independence of a director and recommend to the Board
- Retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage to run the operations of the Company successfully
- Consider and determine the remuneration, based on the fundamental principles of payment for performance, for potential, and for growth.

Criteria for Appointment:

- Ethical standards of integrity and probity, qualification, expertise and experience of the person for appointment
- Age, number of years of service, specialized expertise and period of employment or association with the Company
- Special achievements and operational efficiency which contributed to growth in business in the relevant functional area
- Constructive and active participation in the affairs of the Company
- Exercising the responsibilities in a bonafide manner in the interest of the Company
- Sufficient devotion of time to the assigned tasks
- Diversity of the Board
- Demonstrable leadership qualities and interpersonal communication skills, devote to the role, compliant with the rules, policies and values of the Company and does not have any conflicts of interest
- Transparent, unbiased and impartial and in accordance with appropriate levels of confidentiality.
- Appointment of Directors and KMPs in compliance with the procedure laid down under the provisions of the Companies Act, 2013, rules made thereunder or any other enactment for the time being in force

Criteria for Remuneration

The Remuneration Policy reflects on certain guiding principles of the Company such as aligning remuneration with the longer term interests of the Company and its shareholders, promoting a culture of meritocracy and creating a linkage to corporate and individual performance, and emphasizing on line expertise and market competitiveness so as to attract the best talent. It also ensures the effective recognition of performance and encourages a focus on achieving superior operational results.

The level and composition of remuneration shall be reasonable and sufficient to attract, retain and motivate the directors, key managerial personnel and other employees of the quality required to run the Company successfully. The relationship of remuneration to performance should be clear and meet appropriate performance benchmarks. The remuneration to directors, key managerial personnel and senior management personnel should also involve a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals

The remuneration of the Non-Executive Directors shall be based on their contributions and current trends, subject to regulatory limits. Sitting fees is paid for attending each meeting(s) of the Board and Committees thereof. Additionally equal amount of commission may be paid to Non executive directors on a pro-rata basis, within limits approved by shareholders.

ANNEXURE-VII

Disclosure pursuant to Section 197(12) of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

1. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2019 -20, ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

| Sr. No. | Name of the Director/KMP | Designation | Remuneration for FY 2019-20 p.a. (Rs. in Lacs.) | % increase in Remuneration in the financial year 2019-20 | Ratio of the remuneration of each director to the median remuneration of the employees |
|---------|--------------------------|-------------------------|---|--|--|
| 1. | Sanjay N Bansal | Whole-time Director | 52.00 | Nil | 1.86 |
| 2. | Jatin N Mehta | Whole-time Director | 42.00 | Nil | 1.50 |
| 3. | Krishna N Mehta | Whole-time Director | 36.00 | Nil | 1.29 |
| 4. | Ajay N Bansal | Whole-time Director | 23.00 | Nil | 0.82 |
| 5. | Rishabh J Mehta | Whole-time Director | 43.00 | Nil | 1.54 |
| 6. | Utsav S Bansal | Whole-time Director | 46.00 | Nil | 1.65 |
| 7. | Dhwani S Vora | Company Secretary | 3.88 | 2% | 0.14 |
| 8. | Vinayak D Kokane | Chief Financial Officer | 4.35 | 11% | 0.16 |

2. The percentage increase in the median remuneration of employees in the financial year; The percentage increase in the median remuneration of employees in the financial year: 0.7%
3. The number of permanent employees on the rolls of company; 31 permanent employees (excluding 6 Directors) on the rolls of the Company as on March 31, 2020
4. The median remuneration of employees of the Company during the financial year; Rs. 27.92 Lakhs p.a
5. Affirmation that the remuneration is as per the remuneration policy of the Company; Remuneration paid during the year ended March 31, 2020 is as per Remuneration policy of the Company.

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF

Shiv Aum Steels Ltd.

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Shiv Aum Steels Ltd. (the Company), which comprise the Balance Sheet as at March 31, 2020, the Profit and Loss Statement and the Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards prescribed 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 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material mis-statement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder and the Order under section 143 (11) of the Act.

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

OTHER MATTERS

The reports should be read together with the Notes to the financial statements and attention to following matters be given:

Our opinion is not modified in respect of these matters.

KEY AUDIT MATTERS

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

We have determined the matters described below the key audit matter to be communicated in our report. We have fulfilled the responsibilities described in auditor's responsibilities for the audit of Ind AS section of our report, including relation to these matters.

- 1. Impact of Lockdown due to Covid-19 pandemic across the world was also affect the business of the company and it can be seen on the turnover of the company as compared to previous year figures.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Profit and Loss Statement, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act.

- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”.
 - 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:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements;
 - ii. The Company does not have any long-term contracts including derivatives contracts for which any provision is required;
 - iii. The Company is not required to transfer amounts to the Investor Education and Protection Fund.
2. As required by the Companies (Auditor's Report) Order, 2016 (“the Order”) issued by the Central Government in terms of Section 143(11) of the Act, we give in “**Annexure B**” a statement on the matters specified in paragraphs 3 and 4 of the Order.

In terms of our report of even date attached.

For AGRAWAL JAIN & GUPTA
Chartered Accountants
Firm Registration No. 013538C

s/d
CA Narayan Swami
Partner
Membership No. 409759
Mumbai: 23rd July, 2020

ANNEXURE “A”

**To the Independent Auditors' Report on the Financial Statements of Shiv Aum Steels Limited
(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)**

REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING UNDER CLAUSE (i) OF SUBSECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")

We have audited the internal financial controls over financial reporting of **Shiv Aum Steels Limited** ("the Company") as of March 31, 2020 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 (the "Guidance Note") 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 and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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.

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

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 payments 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.

OPINION

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, 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.

In terms of our report of even date attached.

For AGRAWAL JAIN & GUPTA
Chartered Accountants
Firm Registration No. 013538C

s/d
CA Narayan Swami
Partner
Membership No. 409759
Mumbai : 23rd July 2020

ANNEXURE “B”

Companies (Auditor's Report) Order, 2016

The Annexure referred to in Independent Auditors' Report to the members of the **Shiv Aum Steels Limited** on the standalone financial statements for the year ended 31st March 2020, we report that:

- (i) In respect of its Fixed Assets:
 - (a) The Company has maintained proper records showing full particulars including quantitative details and situation of all fixed assets on the basis of available information.
 - (b) As Company has explained to us, all the Fixed assets have been physically verified by the Management in phased periodical manner, which in our opinion is reasonable having regard to the size of the company and nature of assets. No material discrepancies were noticed on such physical verification.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) In our opinion, the Inventories has been Physically verified during the year by the management at reasonable intervals and as explained to us no material discrepancies were noticed on Physical verification.
- (iii) The Company has not granted any loans, secured or unsecured to Companies, firms, limited liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, the Provisions of clause 3 (iii) (a) to (c) of the order are not applicable to the company and not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, provisions of section 186 of the Act in respect of loans and advances given, investments made and, guarantees given has been complied with by the Company. The provisions of section 185 in respect of loans to directors including entities in which they are interested and provisions of section 186 with respect to securities given are not applicable to the Company and hence not commented upon.
- (v) According to Information and explanation given to us, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) As informed to us, the maintenance of Cost record as prescribed by the Central Government under sub-section (1) of section 148 of the act, is not applicable.
- (vii) In respect of statutory dues:
 - (a) According to the information and explanation given to us and records examined by us, the company is regular in depositing undisputed statutory dues including 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. According to the information and explanation given to us, there were no undisputed amounts payable in respect of Income Tax, and any other statutory dues outstanding as on 31st March, 2020 for a period more than six months from the date they became payable.

- (b) According to the information and explanations given to us, the details of dues of Income Tax, Sales Tax, Service Tax, Custom Duty, Excise Duty and Value Added Tax which have not be deposited as on March 31, 2020 on account of disputes are given below:

| Sr. No. | Particulars | Period | Demand Outstanding |
|---------|------------------------|--------------|--------------------|
| 1. | Income Tax U/s 143 (3) | A.Y. 2008-09 | Rs. 5,05,085/- |
| 2. | Income Tax U/s 115-WE | A.Y. 2009-10 | Rs. 30,165/- |
| 3. | Income Tax U/s 143 (3) | A.Y. 2012-13 | Rs. 8,970/- |
| 4. | Income Tax U/s 143 (3) | A.Y. 2014-15 | Rs. 1,23,400/- |

- (viii) In our opinion and according to information and explanation given to us, the Company has not defaulted in Repayment of loans or borrowings to a financial Institution, bank, government or debenture holder's. Accordingly, paragraph 3(viii) of the Order is not applicable.
- (ix) In our opinion and according to information and explanation given to us, the Company was raised money by way of initial public offer during the year and money raised by initial public offer were applied for the purpose for which they were raised.
- (x) In our opinion and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) In our opinion and according to the information and explanations given to us and based on our examination of our records of the Company, the Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with schedule V to the Act.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable
- (xiii) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Generally accepted accounting standards.
- (xiv) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year and the requirement of section 42 of the companies act, 2013 have been complied with and amount raised have been used for the purposes for which the funds were raised.

- (xv) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or person connected with him as referred to in section 192 of the Act. Hence reporting under clause (xv) of paragraph 3 of the order is not applicable to the company.
- (xvi) In our opinion and according to the information and explanation given to us, The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

In terms of our report of even date attached.

For AGRAWAL JAIN & GUPTA
Chartered Accountants
Firm Registration No. 013538C

s/d
CA Narayan Swami
Partner

Membership No. 409759

Mumbai: 23rd July, 2020

COMPANY FINANCIALS

Standalone Statement of Balance Sheet as at 31st March 2020

(All amounts are in INR, unless otherwise stated)

| | Particulars | Note No. | 31-Mar-20 | 31-Mar-19 |
|------------|-----------------------------------|----------|--------------------|-----------------------|
| I. | EQUITY AND LIABILITIES | | | |
| 1 | Shareholders' funds | | | |
| | (a) Share capital | 3 | 1,36,00,400 | 1,00,00,400 |
| | (b) Reserves and surplus | 4 | Total | 53,17,45,663 |
| 2 | Non-current liabilities | | | |
| | (a) Long-term borrowings | 5 | Total | 8,98,18,159 |
| | (b) Long-term Provisions | 6 | Total | 39,39,420 |
| 3 | Current liabilities | | | |
| | (a) Short-term borrowings | 7 | Total | 44,10,21,617 |
| | (c) Trade payables | 8 | Total | 1,01,33,046 |
| | (b) Other current liabilities | 9 | Total | 72,77,094 |
| | (d) Short-term provisions | 10 | Total | 1,68,29,202 |
| | TOTAL | | 1,36,00,400 | 1,11,07,64,601 |
| II. | ASSETS | | | |
| 1 | Non-current assets | | | |
| | (a) Fixed assets | 11 | | |
| | (i) Tangible assets | | - | 13,50,007 |
| | Less: Accumulated Depreciation | | - | (12,27,924) |
| | Net Block | | - | 1,22,083 |
| | (b) Non Current Investments | 12 | Total | 1,64,55,123 |
| | (c) Deferred tax Assets (Net) | 13 | - | 7,72,107 |
| | (d) Long-term loans and advances | 14 | Total | 1,45,39,454 |
| 2 | Current assets | | | |
| | (a) Inventories | 15 | Total | 42,84,88,668 |
| | (b) Trade receivables | 16 | Total | 56,48,53,479 |
| | (c) Cash and Bank Balances | 17 | Total | 3,00,41,389 |
| | (d) Short-term loans and advances | 18 | Total | 13,39,22,250 |
| | TOTAL | | - | 1,18,91,94,552 |
| | | | 1,36,00,400 | -7,84,29,952 |

The accompanying notes are an integral part of these standalone financial statements

As per our report attached
For Agrawal Jain & Gupta
Chartered Accountants
Firm Reg. No.: 013538C

For and on behalf of the Board of Directors
For SHIV AUM STEEL LIMITED

s/d
CA NARAYAN SWAMI
Partner
Membership No. : 409759

s/d
SANJAY BANSAL
(Director)
DIN: 235509

s/d
KRISHNA MEHTA
(Director)
DIN: 3581129

Place: Mumbai
Date: 23-07-2020

s/d
DHWANI VORA
(Company Secretary)

Standalone Statement of Profit & Loss for the year ended 31st March 2020

(All amounts are in INR, unless otherwise stated)

| | Particulars | Refer Note No. | 31-Mar-20 | 31-Mar-19 |
|------|--|-------------------|-----------------------|-----------------------|
| I. | Revenue from operations | 19 | 3,39,14,73,138 | 3,71,73,01,715 |
| II. | Other income | 20 | 7,31,09,591 | 5,56,01,523 |
| III. | Total Revenue (I + II) | | 3,46,45,82,729 | 3,77,29,03,238 |
| IV. | Expenses: | | | |
| | Cost of materials consumed (Direct Expenses) | 21 | 7,33,06,225 | 8,78,66,741 |
| | Purchase of stock in trade | 22 | 3,14,33,16,580 | 3,52,36,27,949 |
| | Changes in inventories of finished goods work-in-progress and Stock-in-Trade | 23 | 1,67,68,057 | (7,33,60,786) |
| | Employee benefits expense | 24 | 3,74,58,084 | 3,61,41,903 |
| | Finance costs | 25 | 5,80,15,928 | 6,64,08,453 |
| | Depreciation and amortization expense | 26 | 52,86,556 | 64,49,783 |
| | Other expenses | 27 | 6,68,23,541 | 3,79,79,820 |
| | Total expenses | | 3,40,09,74,970 | 3,68,51,13,863 |
| V. | Profit before tax (VII- VIII) | | 6,36,07,759 | 8,77,89,375 |
| VI | Exceptional Items / Prior Period Item | | - | - |
| VII | Extraordinary Items | | - | - |
| VIII | Profit After Exceptional & Extraordinary Item but Before tax (V-VI+VII) | | 6,36,07,759 | 8,77,89,375 |
| IX | Tax expense: | | | |
| | (1) Current tax | | 1,68,29,202 | 3,05,54,631 |
| | (2) Deferred tax | | 10,99,877 | (8,035) |
| | (3) Short/ Excess Provisions of Income Tax | | (50,21,046) | - |
| | (5) MAT credit entitlement | | - | - |
| X | Profit (Loss) for the period (XI + XIV) | | 5,06,99,725 | 5,72,42,779 |
| XI | Earnings per equity share: | 28 | | |
| | BASIC | | 4.28 | 5.72 |
| | DILUTED | | 4.28 | 5.72 |

The accompanying notes are an integral part of these standalone financial statements

As per our report attached
For Agrawal Jain & Gupta
Chartered Accountants
Firm Reg. No.: 013538C

For and on behalf of the Board of Directors
For SHIV AUM STEEL LIMITED

s/d
CA NARAYAN SWAMI
Partner
Membership No. : 409759

s/d
SANJAY BANSAL
(Director)
DIN: 235509

s/d
KRISHNA MEHTA
(Director)
DIN: 3581129

Place: Mumbai
Date: 23-07-2020

s/d
DHWANI VORA
(Company Secretary)

Standalone Statement of Balance Sheet as at 31st March 2020
Standalone Statement Cashflow for the year ended 31st March 2020

(All amounts are in INR, unless otherwise stated)

| Sr. No. | Particulars | 31-Mar-20 Amount (in Rs.) | 31-Mar-19 Amount (in Rs.) |
|-----------|--|------------------------------|------------------------------|
| A. | Cash flow from Operating Activities | | |
| | Net Profit Before tax as per Statement of Profit & Loss | - | - |
| | Adjustments for : | | |
| | Depreciation & Amortisation Exp. | 6,68,23,541 | 3,79,79,820 |
| | Loss (Profit) on Sale of Assets | | (1,95,000) |
| | Interest Income | (6,63,92,269) | (4,83,96,790) |
| | Finance Cost | - | - |
| | Rental Income from Investment of Properties | (13,43,450) | (7,96,333) |
| | Other Adjustments | - | (68,596) |
| | Operating Profit before working capital changes | (9,12,177) | (1,14,76,899) |
| | Changes in Working Capital | | |
| | Trade receivable | (32,72,563) | (9,07,67,813) |
| | Short term Loans and Advances | 6,94,30,172 | (4,08,85,453) |
| | Inventories | 9,91,15,892 | (7,33,60,786) |
| | Short Term Borrowings | (2,24,288) | - |
| | Trade Payables | (1,97,34,725) | (19,85,128) |
| | Other Current Liabilities | (1,37,25,429) | 1,51,80,370 |
| | Long Term provisions | - | 32,81,330 |
| | Short term Provisions | (6,94,30,171) | 47,63,991 |
| | | 6,21,58,887 | (18,37,73,489) |
| | Net Cash Flow from Operation | 6,12,46,710 | (19,52,50,388) |
| | Less: Extraordinary items (Prior Period Items) | - | (15,71,378) |
| | Less : Income Tax paid | (10,99,877) | (3,05,46,596) |
| | Net Cash Flow from Operating Activities (A) | 6,01,46,833 | (22,73,68,362) |
| B. | Cash flow from investing Activities | | |
| | Purchase of Fixed Assets (Net) | 52,86,556 | (51,79,186) |
| | Sale of Fixed Assets | | 71,500 |
| | Interest Income | 6,63,92,269 | 4,83,96,790 |
| | Long Term Loan & Advances | - | - |
| | Rent Income | 13,43,450 | 7,96,333 |
| | Net Cash Flow from Investing Activities (B) | 7,30,22,274 | 4,40,85,437 |
| C. | Cash Flow From Financing Activities | | |
| | Proceeds From Issue of shares capital | 16,54,30,775 | - |
| | Increase in Share Premium | 12,24,00,000 | 13,72,80,062 |
| | Finance Cost | - | - |
| | Repayment of Secured & Unsecured Loans | 6,58,090 | - |
| | Miscellaneous Exp (IPO Exp) | - | - |
| | Interest Paid | - | - |
| | Net Cash Flow from Financing Activities (C) | 28,84,88,865 | 13,72,80,062 |

Standalone Statement of Balance Sheet as at 31st March 2020
Standalone Statement Cashflow for the year ended 31st March 2020

(All amounts are in INR, unless otherwise stated)

| Sr. No. | Particulars | 31-Mar-20 Amount (in Rs.) | 31-Mar-19 Amount (in Rs.) |
|---------|--|------------------------------|------------------------------|
| D. | Net (Decrease) / Increase in Cash & Cash Equivalents (A+B+C) | 42,16,57,972 | (4,60,02,863) |
| E. | Opening Cash & Cash Equivalents | (2,96,79,095) | 1,63,23,768 |
| F. | Cash and cash equivalents at the end of the period | 39,19,78,877 | (2,96,79,095) |
| G. | Cash And Cash Equivalents Comprise : | | |
| | Cash | - | - |
| | Bank Balance : | | |
| | Current Account | 2,62,35,277 | 2,34,95,417 |
| | Deposit Account | 3,00,41,389 | 2,67,68,825 |
| | Total | 5,62,76,666 | 5,02,64,242 |

The accompanying notes are an integral part of these standalone financial statements

As per our report attached
For Agrawal Jain & Gupta
Chartered Accountants
Firm Reg. No.: 013538C

For and on behalf of the Board of Directors
For SHIV AUM STEEL LIMITED

s/d
CA NARAYAN SWAMI
Partner
Membership No. : 409759

s/d
SANJAY BANSAL
(Director)
DIN: 235509

s/d
KRISHNA MEHTA
(Director)
DIN: 3581129

Place: Mumbai
Date: 23-07-2020

s/d
DHWANI VORA
(Company Secretary)

“Notes forming part of financial statement for the period ended 31st March 2020”

1. COMPANY OVERVIEW

Shiv Aum Steels Limited ('the Company') (earlier known as Shiv Aum Steels Private Limited) was incorporated on 11 March 2003 as a public limited company under the Companies Act, 2013 ('the Act') with the main object to carry trading in Iron & steels. The company has its registered office in state of Maharashtra.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of preparation of financial statements:

The financial statements have been prepared & presented under the historical cost convention, on the accrual basis of accounting and comply with the Accounting Standards notified under the relevant provisions of the Companies Act, 2013 and generally accepted accounting principles in India, to the extent applicable.

b. Use of Estimates

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make judgements, estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosures relating to contingent liabilities and assets as at the balance sheet date and the reported amounts of income and expenses during the year. Difference between the actual amounts and the estimates are recognized in the year in which the events become known / are materialized.

c. Current / non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of Companies Act, 2013.

Operating cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Based on the above definition and the nature of business, the Company has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

d. Fixed Assets:

Tangible assets

Tangible Assets are stated at acquisition cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and accumulated impairment losses, if any.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

A fixed asset is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal.

Losses arising from retirement and gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of profit and loss.

Tangible fixed assets under construction and / or not ready for its intended use are disclosed as capital work-in-progress. Capital Work-in-progress includes estimates of work completed, as certified by management

e. Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

f. Depreciation

Depreciation on tangible fixed assets is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 using the Written down Value method, which, in management's opinion, reflect the estimated useful economic lives of these fixed assets.

The useful lives are reviewed by the management at each financial year-end and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the revised remaining useful life.

g. Impairment of Assets

The carrying amounts of assets are reviewed to see if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

h. Revenue Recognition

Revenue is recognized to the extent that it is probable that economic benefit will flow to the Company and the revenue can be reliably measured. Revenue is recognised only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable. Fixed Deposit Interest is accounted as per statements / documents issued by banks.

Dividend income is accounted for on receipt basis.

i. Investments

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as non-current investments. Long-term investments (including current portion thereof) are carried at cost, less provision for diminution in value other than temporary determined separately for each individual investment. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Any reductions in the carrying amount and any reversals of such reductions are charged or credited to the Statement of profit and loss.

j. Foreign Currency Transactions

There are no transactions of sales, purchase or borrowing or any other receipt & expenditure in foreign currency. There is no foreign currency asset or liability at the end of the year.

k. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use or sale. All other borrowing costs are charged to the Profit and Loss A/c in the year in which they are incurred.

l. Taxation

Tax expense comprising current tax and deferred tax are included in the determination of the net profit or loss for the period. Provision for current tax is recognised in accordance with the provisions of the Income tax Act, 1961 and is made based on the tax liability using the applicable tax rates and tax laws after taking credit for tax allowances and exemptions.

Deferred tax liability or asset for timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods is recognized using the tax rates and tax laws enacted or subsequently enacted as on the balance sheet date.

Deferred tax assets arising on account of unabsorbed depreciation or carry forward of tax losses are recognized only to the extent that there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. Other deferred tax assets are recognized only when there is a reasonable certainty of their realization.

m. Leases

The Company has not taken any property on lease.

n. Inventories:

Being a trading company, company has only stock of traded goods and inventories are valued at average cost or net realizable value whichever is lower.

o. Derivative instruments and hedge accounting:

The company does not deal in derivatives instruments and hedge.

p. Government grants and subsidies:

There is no grants and subsidies from the Government.

q. Cash and cash equivalents:

The Company considers cash balance & all current account & saving account bank balance as cash & cash equivalents, Fixed deposit on A/c of LC margin has been treated as current investments.

r. Employee Benefits:**(i) Short-term employee benefits**

All employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits. These benefits include salaries and wages, bonus, ex-gratia and compensated absences such as paid annual leave. The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is charged to the Statement of profit and loss in the period in which such services are rendered.

(ii) Post-employment benefits**Defined contribution plan**

The Company makes contributions, determined as a specified percentage of employee salaries, in respect of qualifying employees towards Provident Fund, which is a defined contribution plan. The Company has no obligations other than to make the specified contributions. The contributions are charged to the Statement of profit and loss as they accrue.

Defined Benefit Plan

The company has Defined Benefit Plan comprising of Gratuity benefits. The liability of gratuity is determined as per the Actuarial valuation of Gratuity is payable to all eligible employees of the Company on superannuation, death and permanent disablement, in terms of the provisions of the Payment of Gratuity Act, 1972 by LIC under the LIC Gratuity Scheme. The schedule of the Valuation is attached hereunder:

| Particulars | 2019-2020 | 2018-2019 |
|---|-------------|------------|
| 1. The amounts recognized in the Balance Sheet are as follows: | | |
| Present value of the obligation at the end of the period | 1,10,34,604 | 93,85,021 |
| Fair Value of the plan assets at the end of the period | 70,95,184 | 66,24,724 |
| Net Liability/(asset) recognized in the Balance Sheet and related analysis | 39,39,420 | 93,85,021 |
| Funded Status | 39,39,420 | 27,60,297 |
| 2. Current Liability (*It is probable outlay in next 12 months as required by the Companies Act) | | |
| Current Liability (Short Term) * | | |
| Non-Current Liability (Long Term) | 39,39,420 | 27,60,297 |
| Total Liability | 39,39,420 | 27,60,297 |
| 3. The amount recognized in the Profit and Loss A/c are as follows | | |
| Current Service Cost | 5,66,233 | 5,21,380 |
| Past Service cost | - | - |
| Interest cost | 7,13,262 | 6,33,636 |
| Net Actuarial (gain)/ loss recognized in the period | 4,72,682 | 1,06,212 |
| Expected Return on Plan | (5,06,026) | (4,75,509) |
| Expenses to be recognized in the statement of profit and loss accounts | 12,46,151 | 7,85,719 |

| Particulars | 2019-2020 | 2018-2019 |
|--|-------------|-----------|
| 4. Changes in the present value of defined benefit obligation | | |
| Defined Benefit obligation at the beginning of the period | 93,85,021 | 82,78,850 |
| Current Service Cost | 5,66,233 | 5,21,380 |
| Interest cost | 7,13,262 | 6,33,636 |
| Past Service cost | - | - |
| Benefits paid (if any) | - | (99,634) |
| Actuarial (gain)/ loss | 3,70,088 | 50,789 |
| Defined Benefit obligation at the end of the period | 1,10,34,604 | 93,85,021 |

| Benefit Description | 2019-2020 | 2018-2019 |
|--|---|---|
| Benefit Type | | |
| Retirement Age | 70 years for Directors and 65 years for Employees | 70 years for Directors and 65 years for Employees |
| Vesting Period | 5 Yrs of Service | 5 Yrs of Service |
| The principal actuarial assumptions for the above are as follows: | | |
| Salary Growth Rate | 7% p.a. for 3 years and. 10% p.a. thereafter | 10% per annum |
| Discount Rate | 6.60% per annum | 7.60% per annum |
| Mortality | IALM 2012-14 Ultimate | IALM 2006-08 Ultimate |
| Withdrawal Rate | 5 % per annum | 5 % per annum |

s. Earnings per Share

| Particulars | 31.03.2020 | 31.03.2019 |
|---|---------------|---------------|
| (i) Profit / (Loss) after Tax | 5,06,99,725/- | 5,12,64,526/- |
| (ii) Weighted average number of equities shares outstanding | 1,18,44,784 | 10,00,0400 |
| Earnings Per Share of Rs. 10/- each | 4.28 | 5.13 |
| Basic and Diluted Earnings per share (in Rs.) | 4.28 | 5.13 |

s. As per Accounting Standard 18, the disclosure of transactions with related parties are as Follows:

Related Party Disclosures

(j) Transactions during the year with related Parties

| Particulars | Relation | Nature of Transaction | Amount of Transaction during 2018-19 | Amount Outstanding as on 31.03.2019 | Amount of Transaction during 2018-19 | Amount Outstanding as on 31.03.2019-19 |
|-----------------------|---------------------|-----------------------|--------------------------------------|-------------------------------------|--------------------------------------|--|
| Ajay Bansal | Director | Interest | 12,04,891 | 2,08,76,000 | 13,85,219 | - |
| Ajay N Bansal (HUF) | | Interest | 6,65,547 | | | |
| Ameesha R Mehta | Director's Relative | Interest | 2,56,551 | - | 84,534 | - |
| Jatin Kishan and Co | | Interest | 4,51,501 | - | - | - |
| Jatin N Mehta | Director | Interest | 7,84,753 | 1,29,60,400 | 12,34,003 | - |
| Jatin N Mehta (HUF) | | Interest | 14,35,501 | - | - | - |
| Krishna N Mehta | Director | Interest | 11,33,750 | 2,23,33,000 | 15,21,406 | - |
| Krishna N Mehta (HUF) | | Interest | 13,50,791 | - | - | - |
| Nagin J Mehta HUF | | Interest | | - | - | - |
| Niyati J Mehta | Director's Relative | Interest | 63,19,622 | 7,10,80,222 | 87,14,252 | 4,43,02,200 |
| Palak A Bansal | Director's Relative | Interest | 7,50,000 | - | - | - |
| Ramdulari N Bansal | Director's Relative | Interest | 4,57,847 | - | - | - |
| Rashi S Mittal | Director's Relative | Interest | 21,986 | - | - | - |
| Rekha K Mehta | Director's Relative | Interest | 8,69,220 | - | - | - |
| Renu S Mittal | Director's Relative | Interest | 5,92,499 | - | - | - |
| Rishabh J Mehta | Director | Interest | 12,48,483 | 1,98,98,996 | 14,49,888 | - |
| Rishabh J Mehta (HUF) | | Interest | 10,76,424 | - | 14,918 | - |
| Rutwik J Mehta | Director's Relative | Interest | 14,28,721 | - | - | - |
| Sakshi A Bansal | Director's Relative | Interest | 1,20,001 | - | - | - |
| Sanchi S Bansal | Director's Relative | Interest | 14,85,205 | - | - | - |
| Sanjay S Bansal | Director | Interest | 12,51,031 | 54,00,000 | 26,29,321 | 1,00,00,000 |
| Sanjay S Bansal (HUF) | | Interest | 17,70,102 | - | - | - |
| Sudha N Mehta | Director's Relative | Interest | 13,07,516 | - | - | - |
| Surendra G Mittal | Director's Relative | Interest | 1,95,000 | - | - | - |
| Usha A Bansal | Director's Relative | Interest | 3,75,001 | - | - | - |

| Particulars | Relation | Nature of Transaction | Amount of Transaction during 2018-19 | Amount Outstanding as on 31.03.2019 | Amount of Transaction during 2018-19 | Amount Outstanding as on 31.03.2019-19 |
|-----------------|---------------------|-----------------------|--------------------------------------|-------------------------------------|--------------------------------------|--|
| Utsav S Bansal | Director | Interest | 11,80,548 | 63,64,400 | 4,58,753 | - |
| Vanita S Bansal | Director's Relative | Interest | 52,68,495 | 8,09,11,830 | 76,33,360 | 3,55,15,959 |
| SANJAY N BANSAL | Director | Salary | 49,00,000 | | 52,00,000 | |
| JATIN N MEHTA | Director | Salary | 42,00,000 | | 44,53,000 | |
| KRISHNA N MEHTA | Director | Salary | 36,00,000 | | 36,52,000 | |
| AJAY N BANSAL | Director | Salary | 23,00,000 | | 23,00,000 | |
| RISHABH J MEHTA | Director | Salary | 43,00,000 | | 43,52,000 | |
| UTSAV S BANSAL | Director | Salary | 44,00,000 | | 46,00,000 | |

(k) Payment to Auditors & Director's Remuneration

| Sr. No. | Particulars | 2019-2020 | 2018-2019 |
|---------|----------------------------|-----------|-----------|
| ii) | Audit Fees (excluding GST) | 2,25,000 | 1,50,000 |

(k) Contingent liabilities and Commitments:

As per the information and explanation given by the management there are no contingent liabilities in the company.

(l) Micro, Small and Medium Enterprises

As per the information available with the Company and certified by them, total outstanding due to Small Enterprises as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 at the end of the year is Rs. Nil (Nil).

- (m)** In the opinion of the Board, Current Assets, Loans and Advances have a value on realisation in the ordinary course of business, at least equal to the amount at which they are stated.
- (n)** The outstanding balances of Sundry Debtors, Sundry Creditors, and loans & advances are subject of confirmation and reconciliation/ consequential adjustment, if any.
- (o)** The previous year's figures have been reworked, rearranged and reclassified wherever considered necessary. Accordingly, amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.
- (p)** All items of receipts and payments, Income & Expenditure wherever details, vouchers, supporting and or any sort of evidences not available are hereby approved confirmed, authenticated and certified by the management.

FOR SHIV AJUM STEELS LIMITED

s/d

SANJAY BANSAL
Whole-Time Director
DIN NO: 235509

s/d

KRISHNA MEHTA
Whole-Time Director
DIN NO: 3581129

Place : Mumbai

Date: 23rd July, 2020.

NOTES

Forming Part of the Financial Statements

3. SHARE CAPITAL

| Share Capital | March 31, 2020 | | March 31, 2019 | |
|---|-------------------|--------------------|-------------------|--------------------|
| | Number | Amt. Rs. | Number | Amt. Rs. |
| Authorised | | | | |
| Equity Shares of Rs.10 each | 150,00,000 | 1500,00,000 | 150,00,000 | 1500,00,000 |
| Issued | | | | |
| Equity Shares of Rs.10 each | | | | |
| Subscribed & Paid up | | | | |
| Equity Shares of Rs.10 each fully paid up | 136,00,400 | 1360,04,000 | 100,00,400 | 1000,04,000 |
| Total | 136,00,400 | 1360,04,000 | 100,00,400 | 1000,04,000 |

RECONCILIATION OF NUMBER OF SHARES

| Share Capital | March 31, 2020 | | Equity Shares FY 2018-19 | |
|---|----------------|-------------|--------------------------|-------------|
| | Number | Amt. Rs. | Number | Amt. Rs. |
| Shares outstanding at the beginning of the year | 100,00,400 | 1000,04,000 | 100,00,400 | 1000,04,000 |
| Bonus Shares Issued during the year | | | - | - |
| Shares Issued during the year | 36,00,000 | 360,00,000 | | |
| Shares bought back during the year | | | - | - |
| Shares outstanding at the end of the year | 136,00,400 | 1360,04,000 | 100,00,400 | 1000,04,000 |

NOTE:

1. Terms/rights attached to equity shares:

- (a) The Company has one class of shares i.e., Equity shares having a face value of Rs.10 per share. Each holder of Equity Shares is entitled to one vote per share.
- (b) There were forfeited shares and buy back of shares in last five years. Bonus shares issued in the year 2016-17.
- (c) Details of Equity Shareholders holding more than 5% of equity shares along with No of Equity Shares held at the beginning and at the end of the reporting period are as given below.
- (d) Company does not have any Revaluation Reserve.
- (e) The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows appearing in Annexures IV, I, II and III.
- (f) The Company has issued equity shares to the public on 27.09.2019 at a premium of Rs. 34.

Details of Shares held by shareholders holding more than 5% of the aggregate shares in the co.

| Name of Shareholder | 31-Mar-20 | | March 31, 2019 | |
|-----------------------|-----------------------|---------------|-----------------------|---------------|
| | Number of Shares held | 0% of Holding | Number of Shares held | 0% of Holding |
| Sanjay N Bansal | 21,37,450 | 15.72% | 12,88,300 | 12.88% |
| Jatin N Mehta | 13,51,000 | 9.93% | 13,51,000 | 13.51% |
| Ajay N Bansal | 4,38,350 | 3.22% | 12,87,500 | 12.87% |
| Ajay N Bansal (HUF) | 2,10,600 | 1.55% | 2,10,600 | 2.11% |
| Usha N Bansal | 2,00,200 | 1.47% | 2,00,200 | 2.00% |
| Sanjay N Bansal (HUF) | 2,10,600 | 1.55% | 2,10,600 | 2.11% |
| Niyati J Mehta | 7,55,000 | 5.55% | 5,55,000 | 5.55% |
| Jatin N Mehta (HUF) | 12,91,000 | 9.49% | 12,91,000 | 12.91% |
| Rutvik J Mehta | - | 0.00% | 2,00,000 | 2.00% |
| Vanita S Bansal | 2,00,000 | 1.47% | 2,00,000 | 2.00% |
| Mobi Realtors Pvt Ltd | 32,06,000 | 23.57% | 32,06,000 | 32.06% |
| Sudha N Mehta | 200 | 0.00% | 200 | 0.00% |

NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET
AS AT 31 MARCH 2020
(All amounts are in INR, unless otherwise stated)

4. RESERVE AND SURPLUS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|--------------------|--------------------|
| A. Securities Premium Account | | |
| Opening Balance | 1103,38,000 | 1103,38,000 |
| Add : Securities premium credited on Share issue | 1224,00,000 | - |
| Less : Premium Utilised for various reasons | | |
| For Issuing Bonus Shares | - | - |
| Closing Balance | 2327,38,000 | 1103,38,000 |
| B. Surplus | | |
| Opening balance | 2559,76,888 | 1965,23,503 |
| (+) Net Profit/(Net Loss) For the current year | 506,99,725 | 572,42,779 |
| (-) Preliminary Expenses Written off-IPO Expenses | 76,68,950 | 22,10,606 |
| (-) Transfer for Issue of Bonus Shares | - | - |
| Closing Balance | 2990,07,663 | 2559,76,888 |
| Total | 5317,45,663 | 3663,14,888 |

5. LONG TERM BORROWINGS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|-------------------|--------------------|
| Unsecured | | |
| (b) Loans and advances from related parties | | |
| From Promoters & Directors | 898,18,159 | 2398,24,848 |
| Total | 898,18,159 | 2398,24,848 |

Note:

- The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
- The above statement should be read with the significant accounting policies and notes to restated summary, statements of assets and liabilities, profits and losses and cash flows.
- List of persons/entities classified as 'Promoters' and 'Promoter Group Companies' has been determined by the Management and relied upon by the Auditors. The Auditors have not performed any procedure to determine whether the list is accurate and complete.
- The terms and conditions and other information in respect of Secured and Unsecured Loans are given in Annexure -

6. LONG TERM PROVISIONS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|------------------|------------------|
| Provision for employee benefits | | |
| Long term Provision for Gratuity | 39,39,420 | 32,81,330 |
| Others Long term Provisions | - | - |
| Total | 39,39,420 | 32,81,330 |

7. SHORT TERM BORROWINGS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|--------------------|--------------------|
| Secured | | |
| (a) Working Capital Loans | | |
| Secured working capital loan against stock & Debtors | | |
| Kotak Mahindra LC | - | 1833,55,129 |
| SBI (e-DFS A/c) Jindal | 2393,80,485 | 1300,39,533 |
| SBI (e-DFS A/c) SAIL | 985,10,360 | 907,72,751 |
| Kotak Mahindra Bank (WCDL -3CR) | 331,30,772 | 300,00,000 |
| Standard Chartered Bank | 700,00,000 | 235,53,983 |
| Standard Chartered Bank- LC open not Due | - | 711,28,127 |
| Total | 4410,21,617 | 5288,49,523 |

Cash credit from Kotak Mahindra Bank is secured by hypothecation of stock and trade receivables.

8. TRADE PAYABLES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|-------------------|-------------------|
| (a) Micro, Small and Medium Enterprise | - | - |
| (b) Others | 101,33,046 | 103,57,335 |
| (c) Related Party | - | - |
| Total | 101,33,046 | 103,57,335 |

Note:

- The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
- The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows.
- Amount due to entities covered under Micro, Small and Medium Enterprises as defined in the Micro, Small, Medium Enterprises Development Act, 2006, have been identified on the basis of information available with the Company. It is informed by the management no provision has been made for interest as required by Interest on Delayed Payments to Small Scale and Ancillary Industrial Undertakings Act, 1993 on amounts due to Small Scale Industries, as none of the outstanding as on date are of the entity listed in MSME.

9. OTHER CURRENT LIABILITIES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|------------------|-------------------|
| (i) Current maturities of Long Term Debt (i.e. Term Liability classified as current) | - | - |
| (ii) Statutory Remittance | 5,06,617 | 69,96,286 |
| (iii) Expense Payable | 10,37,712 | 45,36,183 |
| (iv) Other Payables (Specify Nature) Customer Advance | 57,32,765 | 154,79,351 |
| Total | 72,77,094 | 270,11,819 |

Note:

- The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
- The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows.

10. SHORT TERM PROVISIONS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|------------------------------------|-------------------|-------------------|
| Provision For | | |
| (a) Employee benefits | | |
| (i) Bonus Payable | - | - |
| (ii) Gratuity Provisions | - | - |
| (b) Others (Specify nature) | | |
| (i) Income Tax | 168,29,202 | 305,54,631 |
| (iii) Provision for Expense | - | - |
| Total | 168,29,202 | 305,54,631 |

Note:

- The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
- The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows.

12. NON CURRENT INVESTMENTS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|-------------------|-------------------|
| (a) Investment in Property | | |
| Farm House Plot at Panvel | 1,05,002 | 1,05,002 |
| New Flat at Panvel (India Bulls) | 41,90,971 | 41,90,971 |
| Shop at Kalamboli | 2,48,860 | 2,48,860 |
| Disma Office premises co op soc Ltd (4 Office) | 12,79,090 | 12,79,090 |
| Songbird Pune Flat | 106,31,200 | 106,31,200 |
| Total | 164,55,123 | 164,55,123 |

13. DEFERRED TAX ASSETS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|-----------------|------------------|
| Opening Balance of Deferred Tax Assets | 18,71,984 | 18,63,949 |
| Created/(Reversed) during the year | (10,99,877) | 8,035 |
| Total | 7,72,107 | 18,71,984 |

14. LONG TERM LOANS AND ADVANCES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|-------------------|-------------------|
| (Unsecured and Considered Good) | | |
| Other Long Term Loans & Advances | | |
| Security Deposits | 19,89,454 | 3,65,454 |
| Deposit with the supplier | 125,50,000 | 115,50,000 |
| Other Advances | - | 1,996 |
| (recoverable in cash or kind or for value to be received) | | |
| Total | 145,39,454 | 119,17,450 |

Note:

- The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
- The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows.

15. INVENTORIES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|--------------------|--------------------|
| c. Trading Goods | 4284,88,668 | 4452,56,725 |
| (Valued At Lower of Average Cost or NRV) | - | - |
| Total | 4284,88,668 | 4452,56,725 |

Note: As per Management Explanation, Inventory has been physically verified by the management of the Company at the end of respective year.

16. TRADE RECEIVABLES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---------------------------------|--------------------|--------------------|
| (Unsecured and Considered Good) | | |
| From Others | | |
| Over Six Months | 772,32,714 | 538,30,835 |
| Others | 4876,20,765 | 6101,38,536 |
| Total | 5648,53,479 | 6639,69,371 |

17. CASH AND BANK BALANCES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---------------------------------------|-------------------|-------------------|
| a. Cash & Bank Equivalent | | |
| Cash on hand | 16,11,058 | 3,23,851 |
| Balances with banks | | |
| - in current accounts | 21,95,054 | 29,49,558 |
| b. Balance in Deposit Accounts | 262,35,277 | 234,95,417 |
| Total | 300,41,389 | 267,68,825 |

18. SHORT TERM LOANS AND ADVANCES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|--------------------|-------------------|
| (Unsecured and Considered Good) | | |
| c. Others (specify nature) | | |
| Advance Tax & TDS | 200,28,642 | 249,20,637 |
| Prepaid Expenses | 4,38,321 | 5,26,467 |
| Advance Paid to Supplier against material supply | 1125,13,508 | 497,84,433 |
| GST Input | 86,971 | 105,30,978 |
| Loan to Staff & Others | 8,54,808 | 12,59,942 |
| Total | 1339,22,250 | 870,22,456 |

Note:

1. The figures disclosed above are based on the restated summary statement of assets and liabilities of the Company.
2. The above statement should be read with the significant accounting policies and notes to restated summary statements of assets and liabilities, profits and losses and cash flows.

19. REVENUE FROM OPERATION

| Particulars | 31-Mar-20 | 31-Mar-19 |
|-------------------------------|---------------------|---------------------|
| Sale of Goods | 33964,91,453 | 37173,01,715 |
| Less: Discounts Given | (8,76,180) | - |
| Less: Rate Difference (Sales) | (41,42,134) | - |
| Total | 33914,73,138 | 37173,01,715 |

20. OTHER INCOME

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|-------------------|-------------------|
| (a) Other - Operating Revenue Recurring | | |
| Interest received from Client | 21,20,411 | 4,51,549 |
| Rebate (Rate Difference) received from Supplier | 663,92,269 | 483,96,790 |
| Weighment Charges recovered from customer | 6,40,280 | 7,02,150 |
| Loading & Unloading charges | 26,13,182 | 33,81,504 |
| Service Income | - | 16,47,098 |
| Interest accrued but not due | - | 2,26,099 |
| Total (a) | 717,66,141 | 548,05,191 |
| (b) Other Non-Operating Revenue | | |
| Interest received on Bank FD | 10,44,130 | 5,94,916 |
| Other Charges | 1,29,320 | - |
| Profit on Sale of Assets | - | 6,417 |
| Rent Charges | 1,70,000 | 1,95,000 |
| Total (b) | 13,43,450 | 7,96,333 |
| Gross Total (a+b) | 731,09,591 | 556,01,523 |

21. COST OF MATERIAL CONSUMED

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---------------------|-------------------|-------------------|
| Crane Charges | 33,55,127 | 36,26,458 |
| Cutting Charges | 31,37,350 | 47,50,061 |
| Freight Charges | 7,100 | 5,25,536 |
| Labour Charges | 3,78,788 | 4,85,257 |
| Transport Charges | 650,68,492 | 784,58,330 |
| Loading Charges (P) | 12,21,455 | - |
| Testing charges | 59,306 | 21,100 |
| Other Charges | 78,607 | - |
| Total | 733,06,225 | 878,66,741 |

22. PURCHASE OF TRADED GOODS

| Particulars | 31-Mar-20 | 31-Mar-19 |
|-----------------------------|---------------------|---------------------|
| Purchase of Trading Goods | 31427,46,143 | 35236,27,949 |
| Less: Discount Received | (2,13,130) | - |
| Rate Difference (Purchases) | 7,83,566 | - |
| Total | 31433,16,580 | 35236,27,949 |

23. CHANGES IN INVENTORY OF STOCK IN TRADE

| Particulars | 31-Mar-20 | 31-Mar-19 |
|---|-------------------|---------------------|
| (a) Inventories at the end of year | | |
| Finished Goods | 4284,88,668 | 4452,56,725 |
| (b) Inventories at the Beginning of the Year | | |
| Finished Goods | 4452,56,725 | 3718,95,939 |
| Net (Increase)/Decrease | 167,68,057 | (733,60,786) |

24. EMPLOYEE BENEFIT EXPENSES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|-------------------------------|-------------------|-------------------|
| Salary & Other Allowances | 79,97,199 | 80,71,630 |
| Directors Salary & Commission | 245,50,000 | 237,00,000 |
| Leave Encashment | 6,31,723 | 5,61,069 |
| Staff Welfare Expenses | - | 6,000 |
| Contribution to PF | 14,71,951 | 11,51,663 |
| Contribution to ESIC | 1,22,288 | 1,66,446 |
| Bonus and Ex Gratia Bonus | 19,59,805 | 11,77,996 |
| Gratuity Provisions | 7,25,118 | 13,07,099 |
| Gross Total | 374,58,084 | 361,41,903 |

25. EMPLOYEE BENEFIT EXPENSES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--|-------------------|-------------------|
| (a) Interest | | |
| Interest on Short term Borrowings | 289,19,197 | 257,76,534 |
| Interest to related parties | 251,25,654 | 329,34,968 |
| (b) Bank Commission and Financial Charges | 68,179 | 37,52,618 |
| (d) LC Discount | 10,98,314 | 39,44,333 |
| (e) Bank Processing Fees | 28,04,584 | - |
| Total | 580,15,928 | 664,08,453 |

26. EMPLOYEE BENEFIT EXPENSES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|----------------------------|------------------|------------------|
| Depreciation | 52,76,540 | 63,81,187 |
| Preliminary expenses W/Off | - | 68,596 |
| Total | 52,76,540 | 64,49,783 |

27. OTHER EXPENSES

| Particulars | 31-Mar-20 | 31-Mar-19 |
|--------------------------------|-------------------|-------------------|
| Audit Fees | 1,50,000 | 1,50,000 |
| Internal Audit Fees | 75,000 | - |
| Advertisement | 10,000 | 20,000 |
| Bad Debts | - | 32,52,103 |
| Brokerage | 180,11,090 | 200,20,957 |
| Business Promotion | 13,12,239 | 20,00,390 |
| Conveyance | 3,47,396 | 4,73,590 |
| Donation | 24,76,000 | 3,63,001 |
| Electricity Expenses | 3,55,265 | 3,45,460 |
| Insurance | 6,79,861 | 6,91,044 |
| Interest on TDS and Income Tax | 4,289 | 11,30,154 |
| Legal Charges | - | 4,85,425 |
| ROC Charges | 60,927 | 3,400 |
| Miscellaneous Expenses | 8,86,384 | 4,24,653 |
| Motor Car Expenses | 13,150 | 55,377 |
| Municipal Tax | 6,70,239 | 2,06,625 |
| Postage & Courier Expenses | 34,788 | 32,985 |
| Petrol & Diesel Charges | 11,11,546 | 14,80,244 |
| Printing & Stationery | 1,48,580 | 1,63,270 |
| Professional Tax | 2,500 | 2,500 |
| Professional fees | 12,66,151 | 35,23,748 |
| Repairs & Maintenance | 25,49,120 | 15,18,281 |
| Rebate & Discount | 1,32,577 | 1,22,229 |
| Sales tax | - | 2,061 |
| Security Charges | 5,92,584 | 5,17,929 |
| CDSL NSDL Charges | 82,567 | - |
| Telephone & Internet Expenses | 2,28,191 | 4,75,589 |
| Travelling Expenses | 1,85,200 | 4,41,662 |
| Transport Expenses | 354,37,898 | - |
| Warehousing charges | - | 77,143 |
| Total | 668,23,541 | 379,79,820 |

28. EARNING PER EQUITY SHARES

| EPS calculation | | | | | | | | | | | |
|-----------------|----------|--|--------------------|-------------|--------|--------------------------------|---------------|--------------------|-------------|--------|--------------------------------|
| Date of issue | Sr. No. | Particulars | 31 Mar 2020 | No. of Days | Weight | Weighted Average Equity Shares | Date of issue | 31 Mar 2019 | No. of Days | Weight | Weighted Average Equity Shares |
| | A | Profit /(Loss) Attributed to Equity | | | | - | | | | | - |
| 01-Apr-19 | (i) | Opening balance of equity Shares | 1,00,00,400 | 365 | 1.00 | 1,00,00,400 | 01-Apr-18 | 1,00,00,400 | 365 | 1.00 | 1,00,00,400 |
| 27-Sep-19 | (ii) | Fresh issued Capital | 36,00,000 | 187 | 0.51 | 18,44,384 | | - | | - | - |
| | | Total number of shares | 1,36,00,400 | | | 1,18,44,784 | | 1,00,00,400 | | | 1,00,00,400 |
| | B | Earnings Per Share of Rs. 10/- each | | | | 4.28 | | | | | 5.72 |
| | C | Basic and Diluted Earnings per share (in Rs.10) | | | | 4.28 | | | | | 5.72 |

11. PROPERTY, PLANT & EQUIPMENTS

| Fixed Assets | | Gross Block | | | | Accumulated Depreciation | | | | Net Block | | |
|------------------------|--------|----------------------------------|-----------|-------------------------|-----------------------------------|----------------------------------|--|---|----------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | | Balance as at 1 April 2019 | Additions | Disposal/ Adjustment | Balance as at 31 March 2020 | Balance as at 1 April 2019 | Depreciation charge for the year | Amount Charged to Reserves (refer Note below) | Deductions/ Adjustments | Balance as at 31 March 2020 | Balance as at 31 March 2020 | Balance as at 31 March 2019 |
| Tangible Assets | | | | | | | | | | | | |
| Land | | 1,27,54,630 | - | - | 1,27,54,630 | - | - | - | - | - | 1,27,54,630 | 1,27,54,630 |
| Building | 9.50% | 4,95,83,389 | - | - | 4,95,83,389 | 1,71,20,500 | 30,83,974 | - | - | 2,02,04,474 | 2,93,78,915 | 3,24,62,889 |
| Office Equipments | 45.07% | 23,10,089 | - | - | 23,10,089 | 21,36,619 | 56,140 | - | - | 21,92,759 | 1,17,330 | 1,73,470 |
| Furniture & Fixture | 25.89% | 59,21,915 | - | - | 59,21,915 | 35,82,711 | 6,05,620 | - | - | 41,88,331 | 17,33,584 | 23,39,204 |
| Plant and Machinery | 18.10% | 26,05,983 | - | - | 26,05,983 | 14,23,988 | 2,13,941 | - | - | 16,37,929 | 9,68,054 | 11,81,995 |
| Computer | 63.16% | 13,42,119 | 45,850 | - | 13,87,969 | 11,01,333 | 1,54,025 | - | - | 12,55,358 | 1,32,611 | 2,40,786 |
| Vehicles | 31.23% | 1,06,99,800 | - | - | 1,06,99,800 | 69,59,433 | 11,62,349 | - | - | 81,21,782 | 25,78,018 | 37,40,367 |
| Motor Bike | 25.89% | 2,99,693 | - | - | 2,99,693 | 2,56,596 | 10,507 | - | - | 2,67,103 | 32,590 | 43,097 |
| Total of current year | | 8,55,17,618 | 45,850 | - | 8,55,63,468 | 3,25,81,180 | 52,86,556 | - | - | 3,78,67,736 | 4,76,95,732 | 5,29,36,438 |
| Total of Previous year | | 8,16,88,440 | 51,79,185 | 13,50,007 | 8,55,17,618 | 2,74,84,917 | 63,81,187 | - | 12,56,424 | 3,26,09,680 | 5,29,07,938 | 5,42,03,523 |

Dear and Esteemed Fellow Shareowners,

On behalf of the Company and all the Directors, I sincerely thank you for your continued support. During these extraordinary times of the COVID-19 pandemic, our Company has been contributing positively to the social and financial well-being of all our stakeholders, above all, to the common people of India. Value of human life is of utmost importance, and this fundamental principle continues to guide our business and philanthropic activities.

The financial year 2019-20 has proven to be a remarkable and significant year for your Company, SHIV AUM STEELS LIMITED, since your company got listed on the EMERGE (SME) platform of the National Stock Exchange of India Limited on 1st October, 2020.

At the outset, I would like to inform you dear shareowners, that despite the tough operating environment created due to the COVID-19 pandemic, your Company recorded a profitable FY 2020. Shiv Aum has been committed to providing value for all stakeholders, including our shareholders. Since our inception, we have not strayed from this, and we believe in providing long-term returns to our shareholders.

I would like to extend my gratitude to our management team, staff, bankers and business associates for their commitment and contribution towards Shiv Aum Steels. Further, I would like to show my appreciation for my fellow directors for providing guidance amidst the tough operating environment. Last but not least, I would like to extend my gratitude to our loyal shareholders for their support.

On behalf of all our Directors & Company,***Mr. Sanjay N Bansal******Whole-time Director***



SHIV AUM STEELS
LIMITED



SHIV AUM STEELS
LIMITED

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T: +91 22 26827900/01/02/03/04 F: +91 22 26827899 E: info@shivaumsteels.com

Primary Godown: Survey No. 99, C/o. Carvan Business Park, Vavanje Road, Vavanje,
Behind Kingfisher, Taloja, Dist. Raigadh. M: +91 9619886706 / 07 / 08 / 09 / 10