



Niraj Cement Structurals Ltd

Date: 30th May, 2023

To,

| | |
|--|--|
| The Corporate Relations Department. BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai- 400001 Script Code: 532986 | National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex, Bandra (East) Mumbai - 400051 Script Symbol : NIRAJ |
|--|--|

Sub: Outcome of Board Meeting held on Tuesday 30th May, 2023.

Dear Sir/Madam,

Pursuant to Regulation 30 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Meeting of the Board of Directors of the Company, held today, i.e. Tuesday 30th May, 2023 at 4.00 pm at the registered office of the Company, the Board has considered and approved the following matters:

1. Approval of Audited Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended March 31, 2023 along with the Statement of Assets and Liabilities, Cash Flow Statement and Audit Report. The copy of said financial results and audit reports are enclosed herewith as '**Annexure -1**'.
2. The Audited Financial Statement of the Company for the financial year ended March 31, 2023;
3. Statement of Impact of Audit Qualification on financial results (standalone and consolidated) for the financial year ended March 31, 2023 is enclosed herewith as '**Annexure- 2**'.

The meeting commenced at 4.00 p.m. and concluded at 6.00 p.m.

CIN : L26940MH1998PLC114307

Office : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088. Tel.: 6602 7100
Fax : 2551 8736 • E-mail : info@niraj.co.in • Website : www.niraj.co.in

Factory : C-55, TTC Industrial Area, Thane Belapur Road, Near Mumbai - Thane Bypass, Thane, Maharashtra - 401 103.



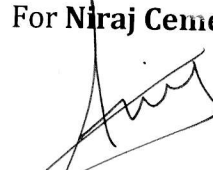
Niraj Cement Structurals Ltd

You are requested to kindly take a note thereof.

Thanking you,

Yours Faithfully,

For **Niraj Cement Structurals Limited**


Anil Anant Jha

Company Secretary and Compliance Officer

ACS: 66063



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Factory : C-55 TTC Industrial Area, Thane, Belapur Road, Thane

Annexure - 1



Engineers & Contractors

Niraj Cement Structurals Ltd

NIRAJ CEMENT STRUCTURALS LIMITED

Standalone Financial Statements for the Quarter & Financial Year Ended March 31, 2023

(Amount in Lakh)

| Sr. No. | Particulars | Quarter ended | | | Year ended | |
|-----------------|--|--------------------------|----------------------------|---|--------------------------|--------------------------|
| | | 31-Mar-2023 (Audited) | 31-Dec-2022 (Unaudited) | 31-Mar-2022 (Audited) Refer Note No.2 | 31-Mar-2023 (Audited) | 31-Mar-2022 (Audited) |
| Income | | | | | | |
| 1 | Revenue from operations | 31,345.74 | 10,499.68 | 15,716.43 | 60,530.54 | 35,402.57 |
| 2 | Other Income | 115.41 | 85.14 | 453.77 | 404.94 | 649.76 |
| 3 | Total Income (1+2) | 31,461.15 | 10,584.82 | 16,170.20 | 60,935.48 | 36,052.33 |
| Expenses | | | | | | |
| | (i) Cost of materials consumed | 30,089.48 | 10,212.48 | 15,520.68 | 58,439.91 | 34,458.01 |
| | (ii) Purchases of stock-in-trade | - | - | - | - | - |
| | (iii) Changes in inventories of finished goods, work-in-progress and stock-in-trade | 327.83 | (40.00) | 0.01 | 266.41 | 120.31 |
| | (iv) Employee benefits expense | 33.32 | 36.87 | 33.29 | 131.35 | 86.21 |
| | (v) Finance costs | 23.43 | 19.41 | 3.68 | 48.00 | 13.80 |
| | (vi) Depreciation and amortisation expense | 30.61 | 35.59 | 35.03 | 137.38 | 142.36 |
| | (vii) Other expenses | 292.54 | 209.83 | 128.99 | 810.70 | 463.27 |
| | Total expenses (4) | 30,797.21 | 10,474.18 | 15,721.69 | 59,833.75 | 35,283.97 |
| 5 | Profit before exceptional items and Tax (3-11) | 663.94 | 110.64 | 448.51 | 1,101.73 | 768.36 |
| 6 | Exceptional Items | (300.00) | (15.00) | (290.19) | (461.00) | (440.19) |
| 7 | Profit Before Tax (12-13) | 363.94 | 95.64 | 158.32 | 640.73 | 328.17 |
| 8 | Less: Tax Expenses | | | | | |
| | i Current Tax | (178.27) | (24.90) | (45.03) | (250.00) | (86.00) |
| | ii Deferred Tax | 31.64 | - | - | 34.00 | 6.72 |
| | iii Earlier Year Income Tax | (25.25) | - | - | (22.89) | - |
| | Total Tax Expense (8) | (169.52) | (24.90) | (45.03) | (238.89) | (79.28) |
| 9 | Net Profit/(loss) for the Period (7-8) | 194.42 | 70.74 | 113.29 | 401.84 | 248.89 |
| 10 | Other comprehensive income | | | | | |
| | A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset) | 0.04 | - | 13.04 | 0.04 | 7.04 |
| | A(ii) Income tax related to items that will not be reclassified to Profit or Loss | | - | | | |
| | B(i) Items that will be reclassified to Profit or Loss | | - | | | |
| | B(ii) (ii) Income tax related to items that will be reclassified to Profit or Loss | | - | | | |
| | Total Other comprehensive income (10) | 0.04 | - | 13.04 | 0.04 | 7.04 |
| 11 | Total comprehensive income (9+10) | 194.46 | 70.74 | 126.33 | 401.88 | 255.93 |
| 12 | Paid-up Equity share capital (Face Value ₹ 10 each fully paid up) | 4,015.53 | 4,015.53 | 4,015.53 | 4,015.53 | 4,015.53 |
| 13 | Other Equity | | | - | | |
| 14 | Earnings Per Share (Not Annualized) | | | | | |
| | (a) Amount in ₹ (Basic) | 0.48 | 0.18 | 0.04 | 1.00 | 0.64 |
| | (b) Amount in ₹ (Diluted) | 0.54 | 0.17 | 0.18 | 1.00 | 0.64 |

For Niraj Cement Structurals Ltd.

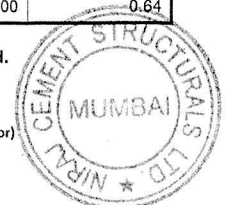
Vishram P Rudre (Managing Director)

DIN No. 08564350

CIN : L26940MH1998PLC114307

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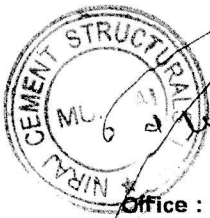




Niraj Cement Structurals Ltd

Notes to Standalone Financial Results

1. The statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
2. The Standalone financial results for the period ended 31st March, 2023 includes the results for the quarter ended 31st March, 2023 being the balancing figures in respect of unaudited year to date figures for the period ended on 31st December, 2022 and audited figures for the period for year ended 31st March, 2023.
3. The Company is engaged primarily in business of civil construction and infrastructure and accordingly there are no separate reportable segments as per Indian Accounting standards (Ind AS) 108 dealing with the segment reporting.
4. Revenue from operations includes unearned revenue in respect of uncertified work for on-going projects.
5. Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and GST complied by Joint venture entities.
6. In the year ended 31st March, 2023, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.
7. The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honourable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 Lacs under protest, which is adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honourable Gujarat High Court.



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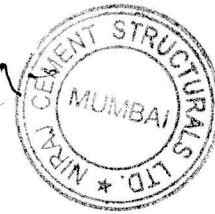


Niraj Cement Structurals Ltd

8. Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.
9. As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the year, the company has provided Rs.11 56.72 as Expected Credit Loss (ECL), has written off in the financial statement and Rs. 716.52 has been transfer from General Reserve & surplus & Net Balance Rs. 461.00 as an Expected Credit Loss As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 31.03.2023.

10. Financial Ratios

| Sr .No. | RATIOS | F.Y.22-23 | F.Y.21-22 |
|---------|---------------------------------|-----------|-----------|
| 1 | Current Ratio | 1.91 | 1.98 |
| 2 | Return on Equity Ratio | 2.28% | 1.43% |
| 3 | Net Profit Ratio | 0.66% | 0.76% |
| 4 | Return on Capital employed | 3.60% | 1.84% |
| 5 | Return on Investments | 7.99% | 9.16% |
| 6 | Debt Equity Ratio | 0.15 | 0.75 |
| 7 | Debt Service coverage Ratio | 0.23 | 18.59 |
| 8 | Trade Receivable Turnover Ratio | 6.74 | 5.24 |
| 9 | Trade Payable Turnover Ratio | 17.04 | 18.09 |
| 10 | Net Capital turnover Ratio | 4.84 | 2.84 |

CIN : L26940MH1998PLC114307



Engineers & Contractors

Niraj Cement Structurals Ltd

NIRAJ CEMENT STRUCTURALS LIMITED

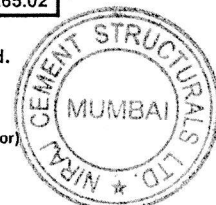
STANDALONE BALANCE SHEET AS AT 31st March, 2023

(Amount in Lakh)

| Sr. No. | Particulars | As at 31st March 2023 (Audited) | As at 31st March 2022 (Audited) |
|--------------------------------------|---|---------------------------------|---------------------------------|
| ASSETS | | | |
| (1) | Non-current assets | | |
| i) | Property, Plant and Equipment | 710.44 | 846.52 |
| ii) | Investment | 1,447.21 | 1,401.23 |
| iii) | Long Term Loans and Advances | 151.54 | 1,097.37 |
| iv) | Other Financial Assets | - | - |
| v) | Income Tax Asset (Net) | - | - |
| vi) | Other Non-Current Assets | 2,795.94 | 1,888.84 |
| vii) | Deffered Tax Assets | 47.16 | 13.17 |
| Total Non-Current Assets | | 5,152.29 | 5,247.13 |
| (2) | Current Assets | | |
| i) | Inventories | 265.86 | 557.27 |
| ii) | Trade Receivables | 10,205.30 | 7,753.35 |
| iii) | Cash and Cash Equivalents | 2,273.64 | 3,718.33 |
| iv) | Bank Balances Other than (ii) above | - | - |
| v) | Short Term Loans and Advances | 13,539.90 | 13,964.92 |
| vi) | Other Current Assets | 2.22 | 24.02 |
| Total current assets | | 26,286.92 | 26,017.89 |
| (3) | Non-Current Assets Held for Sale (Refer Note vii) | | |
| Total Assets | | 31,439.21 | 31,265.02 |
| EQUITY AND LIABILITIES | | | |
| (1) | Equity | | |
| i) | Equity Share Capital | 4,311.03 | 4,311.03 |
| ii) | Other Equity | 13,317.47 | 13,632.12 |
| iii) | Money Received against Share Warrants | - | - |
| Total equity | | 17,628.50 | 17,943.15 |
| (2) | Non-Current Liabilities | | |
| (a) | Financial Liabilities | | |
| i) | Borrowings | - | 540.00 |
| ii) | Lease Liability | | |
| iii) | Provisions | 27.75 | 23.47 |
| iv) | Deferred Tax Liabilities (net) | | |
| Total non-current liabilities | | 27.75 | 563.47 |
| (3) | Current Liabilities | | |
| (a) | Financial Liabilities | | |
| i) | Borrowings | 2,592.69 | 806.09 |
| ii) | Trade Payables | 3,823.37 | 3,032.00 |
| iii) | Other Financial Liabilities | - | - |
| iv) | Other Current Liabilities | 7,112.25 | 8,833.22 |
| v) | Provisions | 254.65 | 87.09 |
| b) | Current Tax Liabilities (Net) | | |
| Total Current Liabilities | | 13,782.96 | 12,758.40 |
| (4) | Liabilities for Non-Current Assets held for Sale (Refer Note vii) Total Equity and Liabilities | | |
| Total Equity and Liabilities | | 31,439.21 | 31,265.02 |

For Niraj Cement Structurals Ltd.

Vishram P Rudre (Managing Director)
DIN No. 08564350



CIN : L26940MH1998PLC114307

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Niraj Cement Structurals Ltd

Niraj Cement Structurals Limited Cash Flow Statement for the year ended 31st March, 2023

(Amount in Lakh)

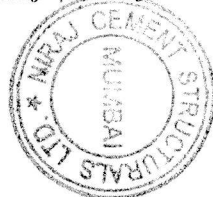
| Particulars | For the year ended 31st March 2023 | | For the year ended 31st March 2022 | |
|---|------------------------------------|------------|------------------------------------|------------|
| | Amount | Amount | Amount | Amount |
| A. Cash flow from operating activities | | | | |
| Net Profit / (Loss) before extraordinary items and tax | | 640.73 | - | 328.17 |
| <i>Adjustments for:</i> | | | | |
| Depreciation and amortisation | 137.38 | | 142.36 | |
| Finance costs | 48.00 | | 13.80 | |
| Provision for gratuity | - | | - | |
| Bad Debts - Provision | - | | - | |
| Interest income | (185.55) | | (262.15) | |
| Unrealised Gain On Investment | - | | - | |
| Actuarial Gain on Graduity Provision | 0.04 | | 7.04 | |
| | - | (0.13) | - | (98.94) |
| Operating profit / (loss) before working capital changes | - | 640.59 | - | 229.23 |
| <i>Changes in working capital:</i> | | | | |
| <i>Adjustments for (increase) / decrease in operating assets:</i> | | | | |
| Inventories | 291.41 | | 95.31 | |
| Trade receivables | (2,451.95) | | (1,142.16) | |
| Short-term loans and advances | 425.02 | | (145.27) | |
| Other Current Assets | 21.80 | | (1.43) | |
| Other non-current assets | (907.10) | | (103.01) | |
| <i>Adjustments for increase / (decrease) in operating liabilities:</i> | | | | |
| Trade payables | 791.38 | | 2,254.61 | |
| Other current liabilities | (1,720.97) | | 2,739.46 | |
| Short-term provisions | (139.33) | | 11.41 | |
| Other Long Term Liabilities | - | | - | |
| Long-term provisions | 4.29 | (3,685.46) | 0.29 | 3,709.21 |
| Cash generated from operations | - | (3,044.87) | - | 3,938.43 |
| Net income tax (paid) / refunds | - | - | - | -79.28 |
| Net cash flow from / (used in) operating activities (A) | - | (3,044.87) | - | 3,859.15 |
| B. Cash flow from investing activities | | | | |
| Capital expenditure on fixed assets, including capital advances | (1.29) | | (4.31) | |
| Deferred Tax Assets created | 34.00 | | (6.72) | |
| Bank balances not considered as Cash and cash equivalents | 389.45 | | (2,104.16) | |
| Interest received | 185.55 | | 262.15 | |
| Long term loans and advances | 945.84 | | 759.00 | |
| Non Current Investment | (45.98) | | (17.61) | |
| | - | 1,507.56 | - | (1,111.64) |
| Net cash flow from / (used in) investing activities (B) | - | 1,507.56 | - | (1,111.64) |
| C. Cash flow from financing activities | | | | |
| Increase / (Decrease) in long-term borrowings | (540.00) | | (494.00) | |
| Increase / (Decrease) in other short-term borrowings | 1,786.59 | | (1,191.56) | |
| Proceeds from issue of shares | - | | - | |
| Money Received Against Share Warrants | - | | - | |
| Earlier years' adjustment in general reserve | (716.53) | | - | |
| Finance cost | (48.00) | | (13.80) | |
| Dividends paid | - | | - | |
| Tax on dividend | - | | - | |
| | - | 482.07 | - | (1,699.37) |
| Net cash flow from / (used in) financing activities (C) | - | 482.07 | - | (1,699.37) |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | | (1,055.24) | | 1,048.14 |
| Cash and cash equivalents at the beginning of the year | | 1,552.28 | | 504.14 |
| Effect of exchange differences on restatement of foreign currency Cash and cash equivalents | | - | | - |
| Cash and cash equivalents at the end of the year | | 497.04 | | 1,552.28 |
| Cash and cash equivalents at the end of the year Comprises: | | | | |
| (a) Cash on hand | | 34.37 | | 21.38 |
| (b) Balances with banks | | - | | - |
| (i) In current accounts | | 462.67 | | 1,530.59 |
| (iii) In deposit accounts with original maturity of less than 3 months | | - | | - |
| (iv) In earmarked accounts (unpaid dividend) | | (0.00) | | 0.32 |
| Total | | 497.04 | | 1,552.28 |

Notes :

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statements" prescribed by the Companies (Accounting Standard) Rules, 2006.

2. Previous year's figures have been regrouped/rearranged wherever necessary to conform to the current year's presentation.

In terms of our report attached



For NIRAJ CEMENT STRUCTURALS LTD
Vishram P Rudre
Managing Director

Place : Mumbai
Date : 30th May 2023

CIN : L26940MH1998PLC114307

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Partners :
Sohan Chaturvedi
Chaturvedi
Noshir B. Chaturvedi
Rajiv Chaturvedi
Neha Chaturvedi
Shristi Chaturvedi
Prakash Mishra

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Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Report on Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Niraj Cement Structurals Limited

Qualified Opinion

1. We have audited the accompanying standalone annual financial results ('the Statement') of Niraj Cement Structurals Limited ('the Company') for the year ended 31 March 2023, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us except for the effect of the matters described in the "Basis for Qualified Opinion" section of our report, the Statement:
 - (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations, and
 - (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the standalone net profit after tax and other comprehensive income and other financial information of the Company for the quarter and year ended 31 March 2023

Basis for Qualified Opinion

3. Reference is invited to the following matter:
 - (i) **Non provision to Recovered Tax Demand amounting to Rs. 873.80 Lakhs of Income Tax**

We want to draw your kind attention to Note No. 5 of Audited Balance Sheet wherein Income Tax Assets (Net) amount of Rs. 1833.72 lakh has been shown under Other non-current assets out of which amount of Rs. 873.80/- lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2007-08 and 2008-09 against the due refund of AY 2014-15 to 2022-23 but no provision has been made in despite of fact that no appeal is pending at any stage in respect of these payment. The company does not have an appropriate internal control system to reconcile the financial accounts pertain to Income Tax Assets (Net) with relevant tax records i.e. Assessment orders which can possibly result into under/over statement of such amounts in the financial statements.
4. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the

provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

5. We draw your attention to note No.5 of the quarterly and yearly result, Niraj Cement structural Limited has booked turnover and costs related to joint venture entities and partners in the books of account. However the whole projects have been handled by joint venture partners/entities and related TDS and GST complied by Joint venture partners/entities. Also, no TDS has been deducted on advance payments made to contractors.
6. We draw your attention to note No. 6 of the quarterly and yearly result, Niraj Cement structural Limited has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses in the year ended 31st March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.
7. We draw your attention to note No. 7 of the quarterly and yearly result, Niraj Cement structural Limited, the office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 Lacs under protest, which is adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.
8. We draw your attention to note No. 8 of the quarterly and yearly result, Niraj Cement structural Limited, the balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.
9. We draw your attention to note No. 9 of the quarterly and yearly result of Niraj Cement structural Limited, As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument.

During the year the company has provided Rs. 1177.52 Lacs towards credit impaired financial assets (bad debts of trade receivables) and considering the same credit impaired pertaining to the previous year's, the company has withdrawn Rs. 716.52 lakhs from general reserve and credited the same in the credit – impaired ledger. In the statement of profit and loss, net amount of Rs 461 Lacs (i.e 1177.52 Lacs – 716.52 Lacs) disclosed under exceptional item.As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is

following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements for the year ended 31st March, 2023.

Responsibilities of Management and Those Charged with Governance for the Statement

10. This Statement has been prepared on the basis of the standalone annual audited financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
11. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
12. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

13. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
14. As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a

basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
 - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
15. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
16. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For Chaturvedi Sohan & Co
Chartered Accountants
FRN No.118424W

N. B. Captain

Noshir B Captain
Partner

M.No. 009889

Date: 30th May, 2023

UDIN:23009889BGWUWY6479





Engineers & Contractors

Niraj Cement Structurals Ltd

NIRAJ CEMENT STRUCTURALS LTD. Consolidated Financial Statements

(Amount in Lakh)

| Sr. No. | Particulars | Quarter ended (Unaudited) | | | Year Ended (Audited) | |
|-----------------|--|---------------------------|---------------------------|---------------------------|-----------------------|-----------------------|
| | | 31 - March 2023 (Audited) | 31 - Dec 2022 (Unaudited) | 31 - March 2022 (Audited) | 31 Mar-2023 (Audited) | 31 Mar-2022 (Audited) |
| Income | | | | | | |
| 1 | i Revenue from operations | 31,426.36 | 10,500.49 | 15,954.39 | 60,611.97 | 35,641.31 |
| 2 | ii Other Income | 115.41 | 85.14 | 215.81 | 404.94 | 411.80 |
| 3 | Total Income (i+ii) | 31,541.77 | 10,585.63 | 16,170.20 | 61,016.91 | 36,053.11 |
| Expenses | | | | | | |
| 4 | i Cost of Materials Consumed | 30,089.48 | 10,212.48 | 15,520.68 | 58,439.91 | 34,458.01 |
| 5 | ii Purchases of Stock-in-Trade | - | - | - | - | - |
| 6 | iii Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade | 327.83 | (40.00) | - | 266.41 | 120.30 |
| 7 | iv Employee Benefits Expense | 38.02 | 37.90 | 33.29 | 137.08 | 87.36 |
| 8 | v Finance Costs (including exchange difference) | 23.51 | 19.43 | 3.68 | 48.10 | 13.80 |
| 9 | vi Depreciation and Amortisation Expense | 30.61 | 35.59 | 35.03 | 137.38 | 142.37 |
| 10 | vii Other Expenses (Refer Note - v) | 321.18 | 215.49 | 129.01 | 845.00 | 470.85 |
| 11 | Total expenses (i to vii) | 30,830.63 | 10,480.89 | 15,721.69 | 59,873.88 | 35,292.69 |
| 12 | Profit before exceptional items and Tax (3-11) | 711.14 | 104.74 | 448.51 | 1,143.03 | 760.42 |
| 13 | Exceptional Items | (300.00) | (15.00) | (290.19) | (461.00) | (440.19) |
| 14 | Profit Before Tax (12-13) | 411.14 | 89.74 | 158.32 | 682.03 | 320.23 |
| 15 | Tax Expenses | | | | | |
| | i Current Tax | (186.77) | (24.90) | (45.03) | (258.50) | (86.00) |
| | ii Deferred Tax | 28.11 | 1.54 | - | 32.01 | 8.70 |
| | iii Earlier Year Income Tax | - | - | - | (22.89) | - |
| 16 | | (158.66) | (23.36) | (45.03) | (249.38) | (77.30) |
| 17 | Net Profit for the Period (14-16) | 252.48 | 66.38 | 113.29 | 432.65 | 242.93 |
| 18 | Other Comprehensive Income | | | | | |
| | A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset) | - | - | 13.04 | (0.37) | 7.03 |
| | A(ii) Income tax related to items that will not be reclassified to Profit or Loss | - | - | - | - | - |
| | B(i) Items that will be reclassified to Profit or Loss | - | - | - | - | - |
| | B(ii) (ii) Income tax related to items that will be reclassified to Profit or Loss | - | - | - | - | - |
| 19 | Total Other Comprehensive Income (A(i) to B(ii)) | - | - | 13.04 | (0.37) | 7.03 |
| 20 | Total Comprehensive Income (18+19) | 252.48 | 66.38 | 126.33 | 432.28 | 249.96 |
| 21 | Total Equity Share Capital (Face Value ₹ 10 each fully paid up) | 4,015.53 | 4,015.53 | 4,015.53 | 4,015.13 | 4,015.13 |
| 22 | Other Equity | - | - | - | 13,342.14 | 13,376.20 |
| 23 | Earnings Per Share of ₹ 2 each (not annualized) | | | | | |
| | (a) ₹ (Basic) | 0.63 | 0.17 | 0.31 | 1.08 | 0.62 |
| | (b) ₹ (Diluted) | 0.63 | 0.17 | 0.31 | 1.08 | 0.62 |

(Signature)

For, Niraj Cement Structurals Ltd

Vishram P Rudre (Managing Director)
DIN No.08564350

CIN : L26940MH1998PLC114307

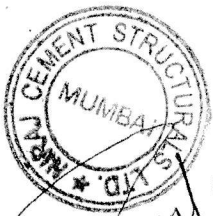
Office : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088. Tel.: 6602 7100
Fax : 2551 8736 • E-mail : info@niraj.co.in • Website : www.niraj.co.in



Niraj Cement Structurals Ltd

Notes to Consolidated Financial Results

1. The statement has been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
2. The Standalone financial results for the period ended 31st March, 2023 includes the results for the quarter ended 31st March, 2023 being the balancing figures in respect of unaudited year to date figures for the period ended on 31st December, 2022 and audited figures for the period for year ended 31st March, 2023.
3. The Company is engaged primarily in business of civil construction and infrastructure and accordingly there are no separate reportable segments as per Indian Accounting standards (Ind AS) 108 dealing with the segment reporting.
4. Revenue from operations includes unearned revenue in respect of uncertified work for on-going projects.
5. Company has booked turnover and costs related to joint venture entities in the books of account. However, the whole projects have been handled by joint venture entities and related TDS and GST complied by Joint venture entities.
6. In the year ended 31st March, 2023, mainly due to adoption of prudent accounting practices and various contractual reasons the company has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.
7. The office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honourable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 Lakhs under protest, which is adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honourable Gujarat High Court.



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Niraj Cement Structurals Ltd

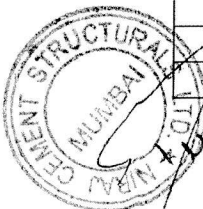
8. Balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.
9. As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument. During the year, the company has provided Rs.1156.72 as Expected Credit Loss (ECL), has written off in the financial statement and Rs. 716.52 has been transfer from General Reserve & surplus & thus Net Balance Rs. 461.00 as an Expected Credit Loss As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements as on 31.03.2023.
10. The Statement included the annual financial information of 1 subsidiary, whose annual financial information reflects total assets of Rs. 90.77 Lakh as ta 31st March, 2023, total revenues of Rs.107.68 Lakh and Rs. 30.81 Lakh, net Profit after deferred tax Assets of Rs. (0.40)Lakh, total comprehensive loss from operations of Rs. 10.48 Lakh as on ended 31st March, 2023. These annual financial information have not been audited by us and have been furnished to us by the management duly audited by other independent firm of Chartered Accountant, and our conclusion on the statement, in so far as it related to the amount and disclosure included in respect of subsidiary are base solely on such audited financial information, as audited by other Chartered Accountant firm. In our opinion on according to the information and explanations given to us by the management, these annual information are not material to the group.

11. Financial Ratios

| Sr .No. | RATIOS | F.Y.22-23 | F.Y.21-22 |
|---------|---------------------------------|-----------|-----------|
| 1 | Current Ratio | 1.90 | 1.98 |
| 2 | Return on Equity Ratio | 2.45% | 1.39% |
| 3 | Net Profit Ratio | 0.71% | 0.68% |
| 4 | Return on Capital employed | 3.83% | 1.81% |
| 5 | Return on Investments | 7.99% | 9.16% |
| 6 | Debt Equity Ratio | 0.14 | 0.74 |
| 7 | Debt Service coverage Ratio | 0.24 | 0.29 |
| 8 | Trade Receivable Turnover Ratio | 6.74 | 5.24 |
| 9 | Trade Payable Turnover Ratio | 16.97 | 18.09 |
| 10 | Net Capital turnover Ratio | 4.86 | 2.84 |

CIN : L26940MH1998PLC114307

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Niraj Cement Structurals Ltd

NIRAJ CEMENT STRUCTURALS LIMITED

CONSOLIDATED BALANCE SHEET AS AT 31st March, 2023

(Amount in Lakh)

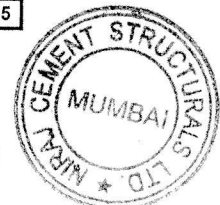
| Sr. No. | Particulars | As at 31st March 2023 (Audited) | As at 31st March 2022 (Audited) |
|--------------------------------------|---|---------------------------------|---------------------------------|
| ASSETS | | | |
| (1) | Non-current assets | | |
| i) | Property, Plant and Equipment | 710.44 | 846.52 |
| ii) | Investment | 1,446.46 | 1,400.48 |
| iii) | Long Term Loans and Advances | 221.76 | 1,097.48 |
| iv) | Other Financial Assets | - | - |
| v) | Income Tax Asset (Net) | - | - |
| vi) | Other Non-Current Assets | 2,808.11 | 1,888.85 |
| vii) | Deffered Tax Assets | 47.17 | 15.16 |
| Total Non-Current Assets | | 5,233.94 | 5,248.49 |
| (2) | Current Assets | | |
| i) | Inventories | 265.86 | 557.27 |
| ii) | Trade Receivables | 10,206.10 | 7,753.95 |
| iii) | Cash and Cash Equivalents | 2,281.16 | 3,718.96 |
| iv) | Bank Balances Other than (ii) above | - | - |
| v) | Short Term Loans and Advances | 13,539.90 | 13,965.11 |
| vi) | Other Current Assets | 2.28 | 24.07 |
| Total current assets | | 26,295.30 | 26,019.36 |
| (3) | Non-Current Assets Held for Sale (Refer Note vii) | | |
| Total Assets | | 31,529.24 | 31,267.85 |
| EQUITY AND LIABILITIES | | | |
| (1) | Equity | | |
| i) | Equity Share Capital | 4,311.03 | 4,311.03 |
| ii) | Other Equity | 13,342.14 | 13,626.39 |
| iii) | Money Received against Share Warrants | - | - |
| Total equity | | 17,653.17 | 17,937.42 |
| (2) | Non-Current Liabilities | | |
| (a) | Financial Liabilities | | |
| i) | Borrowings | 25.32 | 546.05 |
| ii) | Lease Liability | | |
| iii) | Provisions | 28.33 | 23.47 |
| iv) | Deferred Tax Liabilities (net) | | |
| Total non-current liabilities | | 53.65 | 569.52 |
| (3) | Current Liabilities | | |
| (a) | Financial Liabilities | | |
| i) | Borrowings | 2,592.68 | 806.09 |
| ii) | Trade Payables | 3,853.29 | 3,033.78 |
| iii) | Other Financial Liabilities | - | - |
| iv) | Other Current Liabilities | 7,121.79 | 8,833.95 |
| v) | Provisions | 254.66 | 87.09 |
| b) | Current Tax Liabilities (Net) | | |
| Total Current Liabilities | | 13,822.42 | 12,760.91 |
| (4) | Liabilities for Non-Current Assets held for Sale (Refer Note vii) Total Equity and Liabilities | | |
| Total Equity and Liabilities | | 31,529.24 | 31,267.85 |

For, Niraj Cement Structurals Ltd

Vishram P Rudre (Managing Director)

DIN No.08564350

CIN : L26940MH1998PLC114307





Engineers & Contractors

Niraj Cement Structurals Ltd

Niraj Cement Structurals Limited

Cash Flow Statement consolidated for the year ended 31st March, 2023

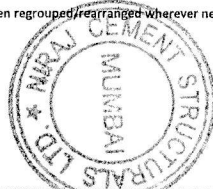
(Amount in Lakh)

| Particulars | For the year ended 31st March 2023 | | For the year ended 31st March 2022 | |
|---|------------------------------------|------------|------------------------------------|------------|
| | Amount | Amount | Amount | Amount |
| A. Cash flow from operating activities | | | | |
| Net Profit / (Loss) before extraordinary items and tax | | 682.03 | | 320.22 |
| <i>Adjustments for:</i> | | | | |
| Depreciation and amortisation | 137.38 | | 142.36 | |
| Finance costs | 48.10 | | 13.81 | |
| Provision for gratuity | - | | - | |
| Bad Debts - Provision | - | | - | |
| Interest income | (185.55) | | (262.15) | |
| Unrealised Gain On Investment | - | | - | |
| Actuarial Gain on Gratuity Provision | (0.37) | | 7.04 | |
| | | (0.45) | | (98.94) |
| Operating profit / (loss) before working capital changes | | 681.58 | | 221.28 |
| <i>Changes in working capital:</i> | | | | |
| <i>Adjustments for (increase) / decrease in operating assets:</i> | | | | |
| Inventories | 291.41 | | 95.31 | |
| Trade receivables | (2,452.14) | | (1,142.76) | |
| Short-term loans and advances | 425.21 | | (145.46) | |
| Other Current Assets | 21.79 | | (1.48) | |
| Other non-current assets | (919.25) | | (103.03) | |
| <i>Adjustments for increase / (decrease) in operating liabilities:</i> | | | | |
| Trade payables | 819.51 | | 2,256.39 | |
| Other current liabilities | (1,712.17) | | 2,740.17 | |
| Short-term provisions | (145.84) | | 11.41 | |
| Other Long Term Liabilities | - | | - | |
| Long-term provisions | 4.86 | (3,666.63) | 0.29 | 3,710.84 |
| Cash generated from operations | | (2,985.05) | | 3,932.12 |
| Net income tax (paid) / refunds | | | | (79.28) |
| Net cash flow from / (used in) operating activities (A) | | (2,985.05) | | 3,852.84 |
| B. Cash flow from investing activities | | | | |
| Capital expenditure on fixed assets, including capital advances | (1.29) | | (4.31) | |
| Deferred Tax Assets created | 32.01 | | (6.72) | |
| Bank balances not considered as Cash and cash equivalents | 389.45 | | (2,104.16) | |
| Interest received | 185.55 | | 262.15 | |
| Long term loans and advances | 875.72 | | 764.95 | |
| Non Current Investment | (45.98) | | (16.86) | |
| | | 1,435.45 | | (1,104.95) |
| Net cash flow from / (used in) investing activities (B) | | 1,435.45 | | (1,104.95) |
| C. Cash flow from financing activities | | | | |
| Increase / (Decrease) in long-term borrowings | (520.73) | | (494.00) | |
| Increase / (Decrease) in other short-term borrowings | 1,786.59 | | (1,191.56) | |
| Proceeds from issue of shares | - | | - | |
| Money Received Against Share Warrants | - | | - | |
| Addition to Non controlling Interest | - | | 0.26 | |
| Earlier years' adjustment in general reserve | (716.53) | | - | |
| Finance cost | (48.10) | | (13.81) | |
| Dividends paid | - | | - | |
| Tax on dividend | - | | - | |
| | | 501.24 | | (1,699.12) |
| Net cash flow from / (used in) financing activities (C) | | 501.24 | | (1,699.12) |
| Net increase / (decrease) in Cash and cash equivalents (A+B+C) | | (1,048.36) | | 1,048.77 |
| Cash and cash equivalents at the beginning of the year | | 1,552.91 | | 504.14 |
| Effect of exchange differences on restatement of foreign currency Cash and cash equivalents | | | | |
| Cash and cash equivalents at the end of the year | | 504.56 | | 1,552.91 |
| Cash and cash equivalents at the end of the year Comprises: | | | | |
| (a) Cash on hand | | 34.37 | | 20.38 |
| (b) Balances with banks | | | | - |
| (i) In current accounts | | 470.19 | | 1,531.22 |
| (ii) In deposit accounts with original maturity of less than 3 months | | - | | - |
| (iv) In earmarked accounts (unpaid dividend) | | - | | 0.32 |
| Total | | 504.56 | | 1,552.91 |

Notes:

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statements" prescribed by the Companies (Accounting Standard) Rules, 2006.

2. Previous year's figures have been regrouped/rearranged wherever necessary to conform to the current year's presentation. In terms of our report attached



For NIRAJ CEMENT STRUCTURALS LTD

Visham P Rudre
Managing Director

Place : Mumbai
Date : 30th May 2023

CIN : L26940MH1998PLC114307

Office : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088. Tel.: 6602 7100

Fax : 2551 8736 • E-mail : info@niraj.co.in • Website : www.niraj.co.in

Partners :
Sohan Chaturvedi FCA
Chaturvedi N FCA
Noshir B Chaturvedi FCA
Rajiv Chaturvedi ACA
Neha Chaturvedi ACA
Shristi Chaturvedi ACA
Prakash Mistry FCA



Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Report on Consolidated Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Niraj Cement Structurals Limited

Qualified Opinion

1. We have audited the accompanying consolidated annual financial results ('the Statement') of Niraj Cement Structurals Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiary together referred to as 'the Group') for the year ended 31 March 2023, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including SEBI Circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021.
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) includes the annual financial results of Niraj Consulting Group Limited (Subsidiary of Niraj Cement Structurals Limited, in which Niraj Cement Structurals Limited holds 74.50% Equity shares)
 - (ii) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations, and
 - (iii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Group for the year ended 31 March 2023.

Basis for Qualified Opinion

3. Reference is invited to the following matter on the Standalone Financial of Holding Company:

(i) Non provision to Recovered Tax Demand amounting to Rs. 873.80 Lakhs of Income Tax

We want to draw your kind attention to Note No. 5 of Standalone Audited Balance Sheet of the Holding Company wherein Income Tax Assets (Net) amount of Rs. 1833.72 lakhs has been shown under Other non-current assets out of which amount of Rs. 873.80/- lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2007-08 and 2008-09 against the due refund of AY 2014-15 to 2022-23 but no provision has been made in despite of fact that no appeal is pending at any stage in respect of these payment. The company does not have an appropriate internal control system to reconcile the financial accounts pertain to Income Tax Assets (Net) with relevant tax records i.e. Assessment orders which can possibly result into under/over statement of such amounts in the financial statements.

4. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in *the Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

- 4 We draw your attention to note No.5 of the quarterly and yearly result, Niraj Cement structural Limited has booked turnover and costs related to joint venture entities and partners in the books of account. However the whole projects have been handled by joint venture partners/entities and related TDS and GST complied by Joint venture partners/entities. Also, no TDS has been deducted on advance payments made to contractors.
- 5 We draw your attention to note No. 6 of the quarterly and yearly result, Niraj Cement structural Limited has reversed contractual revenue and corresponding sub-contracting costs and other direct expenses in the year ended 31st March, 2021, mainly due to adoption of prudent accounting practices and various contractual reasons. The corresponding disputed receipts and payments transactions relating to the said contracts are still unsettled and reflected in the financial statements under the head "Other Current Liabilities" and "Other Current assets". The Company is in process of resolving the disputes.
- 6 We draw your attention to note No. 7 of the quarterly and yearly result, Niraj Cement structural Limited, the office of the Director General of GST Intelligence (DGGI) had carried out a Search and seizure operations at the office of the Company at Mumbai on 6th January, 2021 under the provisions of Section 67 (1) and (2) of CGST Act. The company has challenged the entire search and seizure proceedings and filed a writ petition with the Honorable Gujarat High Court and the matter is sub-judice in law. In View of this we are unable to comment on financial liabilities, arising out of the said proceedings. The Company has deposited Rs.108.40 Lacs under protest, which is

adjusted by department against disputed dues, no provision is made in the books as the company has challenged the action of the department in the Honorable Gujarat High Court.

- 7 We draw your attention to note No. 8 of the quarterly and yearly result, Niraj Cement structural Limited, the balances of trade payables, trade receivables, advances received, advances given, GST liabilities / Input credits, and Income Tax assets (Net of liabilities) are subject to reconciliation and confirmation. The management is the process of reconciling the same.
- 8 We draw your attention to note No. 9 of the quarterly and yearly result of Niraj Cement structural Limited, As per Ind AS 109 "Financial Instrument" the company is required to consider "Provision for Expected Credit Loss" on all financial assets on the basis of expected probability of recoverability of such financial instrument.

During the year the company has provided Rs. 1177.52 Lacs towards credit impaired financial assets (bad debts of trade receivables) and considering the same credit impaired pertaining to the previous year's, the company has withdrawn Rs. 716.52 lakhs from general reserve and credited the same in the credit – impaired ledger. In the statement of profit and loss, net amount of Rs 461 Lacs (i.e 1177.52 Lacs – 716.52 Lacs) disclosed under exceptional item. As per management explanation, the receivable and advance of Rs.2116.73 lacs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery. But in the absence of adequate basis/ supporting documents, we are unable to comment on the measurement of carrying amount of all the financial assets appearing in the financial statements for the year ended 31st March, 2023.

Responsibilities of Management and Those Charged with Governance for the Statement

- 9 The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit or loss and other comprehensive income, and other financial information of the Group in accordance with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations including SEBI Circular SEBI/HO/DDHS/P/CIR/2021/613 dated 10 August 2021. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors/ management of the companies included in the Group, covered under the Act, are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively, for ensuring the accuracy and completeness of the

accounting records, relevant to the preparation and presentation of the financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

- 10 In preparing the Statement, the respective Board of Directors of the companies included in the Group, are responsible for assessing the ability of the Group, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the respective Board of Directors/ management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.
11. The respective Board of Directors of the companies included in the Group, are responsible for overseeing the financial reporting process of the companies included in the Group.

Auditor's Responsibilities for the Audit of the Statement

12. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Act will always detect a material misstatement, when it exists. Misstatements can arise from fraud or error, and are considered material if, individually, or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.
13. As part of an audit in accordance with the Standards on Auditing specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - 1 Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - 2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
 - 3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
 - 4 Conclude on the appropriateness of management's use of the going concern

basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group, to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement, of which we are the independent auditors.

14. We communicate with those charged with governance of the Holding Company and such other entities included in the Statement, of which we are the independent auditors, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

15. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

16 The Statement included the annual financial information of 1 subsidiary, whose annual financial information reflects total assets of Rs. 90.77 Lakhs as ta 31st March, 2023, total revenues of Rs.107.68 Lakh and Rs. 30.81 Lakh, net Profit after Current Tax & deferred tax Assets of Rs. 10.48 Lakh, total comprehensive loss from operations of Rs. 0.40 Lakh as on ended 31st March, 2023. These annual financial information have not been audited by us and have been furnished to us by the management duly audited by other independent firm of Chartered Accountant, and our conclusion on the statement, in so far as it related to the amount and disclosure included in respect of subsidiary are base solely on such audited financial information, as audited by other Chartered Accountant firm. In our opinion on according to the information and explanations given to us by the management, these annual information are not material to the group.

17 Our opinion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

18. The Statement includes the consolidated financial results for the quarter ended 31 March 2023, being the balancing figures between the audited consolidated figures in respect of the full financial year and the published unaudited year-to-date consolidated figures up to the third quarter of the current financial year, which were subject to limited review by us.

For Chaturvedi Sohan & Co
Chartered Accountants

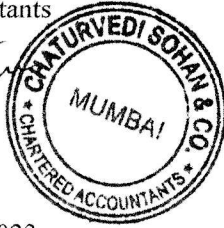
N.B. Captain

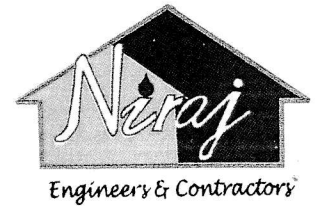
Noshir B Captain
Partner

M. No.009889

Date: 30th May, 2023

UDIN:23009889BGWUWZ9650





Niraj Cement Structurals Ltd

Annexure - 2

STATEMENT OF IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH QUALIFIED OPINION) SUBMITTED ALONG WITH ANNUAL AUDITED FINANCIAL RESULTS - STANDALONE BASIS - NIRAJ CEMENT STRUCTURALS LIMITED

Statement of Impact of Audit Qualification for the Financial Year Ended 31st March, 2023
(Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)

| (Rupees in Lakhs) | | | | |
|--|--------|---|---|------------------|
| I | Sr. No | Particular | Audited figures (as reported before adjustment) | Adjusted Figures |
| | 1 | Turnover/Total Income | 60,935.48 | 60,935.48 |
| | 2 | Total Expenditure | 59,833.75 | 59,833.75 |
| | 3 | Net Profit/(Loss) | 401.84 | 401.84 |
| | 4 | Earnings Per Share | 1.00 | 1.00 |
| | 5 | Total Asset | 31,439.21 | 31,439.21 |
| | 6 | Total Liabilities | 31,439.21 | 31,439.21 |
| | 7 | Net Worth | 17,333 | 17,333 |
| | 8 | Any Other Financial items (as felt appropriate by the Management) | - | - |
| <p>Audit Qualification:</p> <p>a. Details of Audit Qualification: The audit report of statutory auditors have given the following qualifications on the audited financial statements.</p> <p>Non provision to Recovered Tax Demand amounting to Rs. 873.80 Lakhs of Income Tax: we want to draw your kind attention to Note No. 5 of Audited Balance Sheet wherein Income Tax Assets (Net) amount of Rs. 1833.72 lakh has been shown under other non-current assets out of which amount of Rs. 873.80/- lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment year 2007-08 and 2008-09 against the due refund of AY 2014-15 to 2022-23 but no provision has been made in despite of fact that no appeal is pending at any stage in respect of these payment. The Company does not have appropriate internal control system to reconcile the financial accounts</p> | | | | |

CIN : L26940MH1998PLC114307

Office : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088. Tel.: 6602 7100
 Fax : 2551 8736 • E-mail : info@niraj.co.in • Website : www.niraj.co.in

Factory : C-55. TTC Industrial Area, Thane Belapur Road, Navi Mumbai. Tel.: 2768 1695 / 2768 0645



Niraj Cement Structurals Ltd

| |
|---|
| pertain to Income Tax Asset (Net) with relevant tax records i.e. Assessment order which can possibly result into under/over statement of such amounts in the financial statements. |
| b. Type of Audit Qualification : Qualified Opinion |
| c. Frequency of qualification: 1 st time |
| d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: During the period under review, it came to the notice of the management that few demands on income tax portal which are unclear and unjustified. The management is in process of collecting the related documents and working from Income Tax department to understand and reconcile the same. On completion of reconciliation necessary amount will be provided in the books of account in next financial year. |
| e. For Audit Qualification where the impact is not quantified by the Auditor: NIL |

STATEMENT OF IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH QUALIFIED OPINION) SUBMITTED ALONG WITH ANNUAL AUDITED FINANCIAL RESULTS - CONSOLIDATED BASIS - NIRAJ CEMENT STRUCTURALS LIMITED

Statement of Impact of Audit Qualification for the Financial Year Ended 31st March, 2023

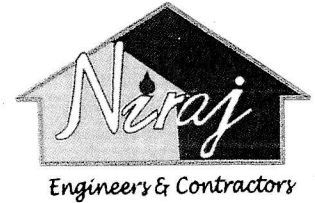
(Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016)

| (Rupees in Lakhs) | | | | |
|-------------------|--------|-----------------------|---|------------------|
| I | Sr. No | Particular | Audited figures (as reported before adjustment) | Adjusted Figures |
| | 1 | Turnover/Total Income | 61,016.91 | 61,016.91 |
| | 2 | Total Expenditure | 59873.88 | 59873.88 |
| | 3 | Net Profit/(Loss) | 432.65 | 432.65 |
| | 4 | Earnings Per Share | 1.08 | 1.08 |
| | 5 | Total Asset | 31,529.24 | 31,529.24 |

CIN : L26940MH1998PLC114307

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Niraj Cement Structurals Ltd

| | | | |
|---|---|-----------|-----------|
| 6 | Total Liabilities | 31,529.24 | 31,529.24 |
| 7 | Net Worth | 17,364 | 17,364 |
| 8 | Any Other Financial items (as felt appropriate by the Management) | - | - |
| <p>Audit Qualification:</p> <p>a. Details of Audit Qualification: The audit report of statutory auditors have given the following qualifications on the audited financial statements.</p> <p>Non provision to Recovered Tax Demand amounting to Rs. 873.80 Lakhs of Income Tax:</p> <p>we want to draw your kind attention to Note No. 5 of Audited Balance Sheet wherein Income Tax Assets (Net) amount of Rs. 1833.72 lakh has been shown under other non-current assets out of which amount of Rs. 873.80/- lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment year 2007-08 and 2008-09 against the due refund of AY 2014- 15 to 2022-23 but no provision has been made in despite of fact that no appeal is pending at any stage in respect of these payment. The Company does not have appropriate internal control system to reconcile the financial accounts pertain to Income Tax Asset (Net) with relevant tax records i.e. Assessment order which can possibly result into under/over statement of such amounts in financial statements.</p> | | | |
| <p>b. Type of Audit Qualification : Qualified Opinion</p> | | | |
| <p>c. Frequency of qualification: 1st time</p> | | | |
| <p>d. For Audit Qualification(s) where the impact is quantified by the auditor,</p> <p>Management's Views: During the period under review, it came to the notice of the management that few demands on income tax portal which are unclear and unjustified. The management is in process of collecting the related documents and working from Income Tax department to understand and reconcile the same. On completion of reconciliation necessary amount will be provided in the books of account in the next financial year.</p> | | | |
| <p>e. For Audit Qualification where the impact is not quantified by the Auditor: NIL</p> | | | |

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Engineers & Contractors

Niraj Cement Structurals Ltd

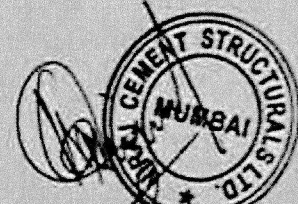
For Chaturvedi Sohan & Co.
Chartered Accountants
FRN: 118424W

For and on behalf of Board of Directors

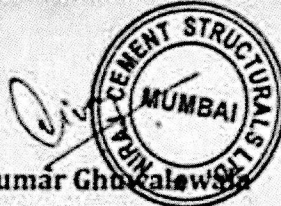
Noshir B Captain
Partner
M no. 009889



Vishram P Rudre
Managing Director
DIN No.08564350



Sudhakar B Tandale
Whole time Director
DIN No.09083084



Vinay Kumar Ghosh
Chief Financial Officer



Ratan Prakash Sankil
Chairman of Audit Committee

CIN : L26940MH1998PLC114307

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