

Date: 12/03/2024

To
National Stock Exchange of India Limited,
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai – 400051.
Scrip Symbol: NIRAJ

Sub: Clarification for Financial results - NIRAJ.

Dear Madam,

With reference to the query dated 12th March, 2024 by your good office, regarding the Clarification for Financial results submitted by Niraj Cement Structurals Limited for the quarter ended on December 31, 2023. Please find below our reply:

Query 1: Financial results not signed by authorized signatory/ies.

Reply: We have submitted financial statement duly stamp of the Company and signed by the Managing Director of the Company Mr. Vishram Pandurang Rudre.

Query 2: Financial results submitted is not as per format prescribed by SEBI - Date & place missing.

Reply: Date of Financial Result are same as date of Limited Review report. We are hereby again submitting financial result along with date and place.

Query 3: Limited Review Report/ Independent Auditor's Report is not in the format prescribed by SEBI.

Reply: We have corrected typographical error in consolidated limited review report.

We request you to kindly take note of our submissions to the queries raised by your good office

For **Niraj Cement Structurals Limited**

ANIL
ANANT JHA

Digitally signed by
ANIL ANANT JHA
Date: 2024.03.13
12:22:56 +05'30'

Anil Anant Jha

Company Secretary & Compliance Officer

CIN: L26940MH1998PLC114307

HEAD OFFICE: Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400088.

Tel.: 66027100 Fax: 25518736 E-mail: info@niraj.co.in Website: www.niraj.co.in



Niraj Cement Structurals Limited

Niraj Cement Structurals Limited							
Standalone Financial Statements							
(Rs in Lacs except for share data)							
Sr. No.	Particulars	Quarter ended			Year to date figures for previous period ended 31-Dec-2023 (Unaudited)	Year to date figures for previous period ended 31-Dec-2022 (Unaudited)	Previous Year ended 31-Mar-2023 (Audited)
		31-Dec-2023 (Unaudited)	30-Sep-2023 (Unaudited)	31-Dec-2022 (Unaudited)			
Income							
1	Revenue from operations	12,617.91	11,097.85	10,499.68	33,622.96	29,183.16	60,530.54
2	Other Income	189.14	223.97	85.14	601.82	289.53	404.94
3	Total Income (1+2)	12,807.05	11,321.81	10,584.82	34,224.79	29,472.69	60,935.48
Expenses							
	i Cost of materials consumed	11,857.73	10,609.27	10,212.48	31,865.78	28,350.43	58,439.91
	ii Purchases of stock-in-trade	-	-	-	-	-	-
	iii Changes in inventories of finished goods, work-in-progress and stock-in-trade	50.00	20.00	(40.00)	45.00	(61.42)	266.41
	iv Employee benefits expense	58.77	50.19	36.87	137.21	94.80	131.35
	v Finance costs (including exchange difference)	1.71	2.62	19.41	24.74	24.53	48.00
	vi Depreciation and amortisation expense	43.13	63.45	35.59	140.92	106.77	137.38
	vii Other expenses (refer note v)	307.63	202.30	209.83	766.15	510.74	810.70
4	Total Expenses	12,318.98	10,947.83	10,474.18	32,979.80	29,025.85	59,833.75
5	Profit before exceptional items and Tax (3-4)	488.07	373.98	110.64	1,244.99	446.84	1,101.73
6	Exceptional Items	(354.96)	(258.13)	(15.00)	(863.88)	(161.00)	(461.00)
7	Profit Before Tax (5+6)	133.11	115.86	95.64	381.10	285.84	640.73
8	Tax Expenses						
	i Current Tax	(34.50)	(30.70)	(24.90)	(100.20)	(71.73)	(250.00)
	ii Deferred Tax	-	-	-	-	3.90	34.00
	iii Earlier Year Income Tax	-	-	-	-	-	(22.89)
	Total Tax Expense	(34.50)	(30.70)	(24.90)	(100.20)	(67.83)	(238.89)
9	Net Profit for the Period	98.61	85.16	70.74	280.90	218.01	401.84
10	Other comprehensive income						
	A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset)	-	-	-	-	-	0.04
	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	-	-	-	-	-	0.04
11	Total comprehensive income (9+10)	98.61	85.16	70.74	280.90	218.01	401.88
12	Total Equity Share Capital (Face Value Rs 10 each fully paid up)	4,015.53	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) Basic	0.25	0.21	0.18	0.70	0.54	1.00
	(b) Diluted	0.25	0.21	0.18	0.70	0.54	1.00

For and on behalf of Board of Directors

Date :- 12/02/2024
Place :- Mumbai



Vishram P Rudre
Managing Director
DIN No.08564350

CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in



Niraj Cement Structurals Limited

Notes to 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 recognized accounting practices and policies to the extent applicable.
2. 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.
3. 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 are also complied by Joint Venture Entities.
4. In the year ended 31st Mar, 2021, 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.
5. 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 Lakhs as 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.
6. The inventories of work-in -progress of Rs.220.86 Lakhs is in respect of ongoing Projects and includes uncertified work. This being a technical matter, we have relied on the certificate of work in progress certified by the management of the Company.



CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in



Engineers & Contractors

Niraj Cement Structurals Limited

7. 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. During the period, the company has written off Rs. 354.96 Lakhs from total receivables and advances. As per management explanation, the receivables and advances of Rs.2116.73 Lakhs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery.
9. Income Tax Assets (Net) amount of Rs. 1833.72 Lakhs has been shown under Other Non-Current Assets out of which an amount of Rs. 837.80 Lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2008-09 and 2007-08, further against the due refund of AY 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to Assessment Year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24.



CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in

Partners :

Sohan Chaturvedi	FCA
Chaturvedi V N	FCA
Noshir B Captain	FCA
Rajiv Chauhan	FCA
Neha Chauhan	ACA
Shristi Chaturvedi	ACA
Prakash Mistry	FCA



Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SERI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Limited Review Report
**To the Board of Directors of
Niraj Cement Structurals Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Niraj Cement Structurals Limited** (the "Company") for the quarter ended December 31, 2023 and year to date from April 01, 2023 to December 31, 2023, being submitted by the Company pursuant to the requirements of *Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended* (the "Listing Regulations").
2. This standalone Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim **Financial** Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the standalone financial statement based on our review.
3. We conducted our review of **the standalone financial statement in accordance** with the **Standard** Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and subject to para 'a' to 'h' stated below and notes appended to financial result, nothing has come to our attention that causes us to believe that the accompanying standalone financial statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be

Page 1 of 3

320, Tulsiani Chambers, Nariman Point, Mumbai 400 021, India. Tel: +91 22 2281 5154 /56,

Dept. E-Mail: Group: chaturvn@gmail.com / Billing: accounts@cachaturvedi.com / Audit: audit@cachaturvedi.com

Tax: tax@cachaturvedi.com / Finance: finance@cachaturvedi.com / Website: www.cachaturvedi.com

disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

a) Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.

b) We draw your attention to note no 3 of the financial results, 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 CST complied by Joint venture entities.

c) We draw your attention to Note no. 4 of the financial results, In the year ended 31st March, 2021, 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.

d) We draw your attention to Note no. 5 of the financial results, 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 as 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.

e) We draw your attention to Note no. 6 of the financial results, The inventories of work-in-progress of Rs.220.86 Lacs is in respect of ongoing Projects and includes inventory used in uncertified work. This being a technical matter, we have relied on the certificate of work in progress certified by the management of the Company.

f) We draw your attention to Note No,7 of the financial results, that 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.

g) We draw your attention to Note no 8 of the financial results, 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 quarter, the company has written off Rs 354.96 Lacs in respect of nonrecoverable Trade receivables and Loans and advances. 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 31.12.2023

h) We draw your attention to Note No.9 of the financial results, that the Income Tax Assets (Net) amount of Rs. 1833.72 Lacs has been shown under other non-current assets out of which amount of Rs. 837.80 Lacs has been recovered/adjusted by the Income Tax Demand for the Assessment year 2008-09 and 2007-08 and against the due refund of Ay 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to assessment year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24

For Chaturvedi Sohan & Co
Chartered Accountants
Firm Regn No. 118424W

VIVEKANAND
BRIJANAND
CHATURVEDI

Digitally signed by
VIVEKANAND BRIJANAND
CHATURVEDI
Date: 2024.02.12 15:36:47
+05'30'

Vivekanand Chaturvedi
Partner
M No.106403
UDIN : 24106403BKBFEI8350

Place : Mumbai

Date: 12th February 2024



Niraj Cement Structurals Limited

Niraj Cement Structurals Limited Consolidated Financial Statements

(Rs in Lacs except for share data)

Sr. No.	Particulars	Quarter ended			Year to date figures for previous period ended 31-Dec-2023 (Unaudited)	Year to date figures for previous period ended 31-Dec-2022 (Unaudited)	Previous Year ended 31 Mar-2023 (Audited)
		31-Dec-2023 (Unaudited)	30-Sep-2023 (Unaudited)	31-Dec-2022(Unaudited)			
Income							
1	Revenue from operations	12,665.95	11,107.45	10,500.49	33,680.60	29,185.61	60,611.97
2	Other Income	189.14	224.02	85.14	602.07	289.53	404.94
3	Total Income (1+2)	12,855.09	11,331.47	10,585.63	34,282.67	29,475.14	61,016.91
Expenses							
	i Cost of materials consumed	11,857.73	10,609.27	10,212.48	31,865.78	28,350.43	58,439.91
	ii Purchases of stock-in-trade	-	-	-	-	-	-
	iii Changes in inventories of finished goods, work-in-progress and stock-in-trade	50.00	20.00	(40.00)	45.00	(61.42)	266.41
	iv Employee benefits expense	61.55	51.24	37.90	142.10	99.06	137.08
	v Finance costs (including exchange difference)	1.72	2.62	19.43	24.74	24.59	48.10
	vi Depreciation and amortisation expense	43.12	63.45	35.59	140.92	106.77	137.38
	vii Other expenses (refer note v)	320.88	216.40	215.49	853.86	523.82	845.00
	Total Expenses (4)	12,335.00	10,962.98	10,480.89	33,072.39	29,043.25	59,873.88
5	Profit before exceptional items and Tax (3-4)	520.09	368.50	104.74	1,210.28	431.89	1,143.03
6	Exceptional Items	(354.96)	(258.13)	(15.00)	(863.88)	(161.00)	(461.00)
7	Profit Before Tax (5+6)	165.13	110.37	89.74	346.40	270.89	682.03
8	Tax Expenses						
	i Current Tax	(34.50)	(30.70)	(24.90)	(100.20)	(71.73)	(258.50)
	ii Deferred Tax	-	-	1.54	-	3.90	32.01
	iii Earlier Year Income Tax	-	-	-	-	-	(22.89)
	Total Tax Expense	(34.50)	(30.70)	(23.36)	(100.20)	(67.83)	(249.38)
9	Net Profit for the Period	130.63	79.67	66.38	246.20	203.06	432.65
10	Other comprehensive income						
	A(i) Items that will not be reclassified to Profit or Loss Remeasurements of defined benefit liability/(asset)	-	-	-	-	-	(0.37)
	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	-	-	-	-	-	(0.37)
11	Total comprehensive income (9+10)	130.63	79.67	66.38	246.20	203.06	432.28
12	Total Equity Share Capital (Face Value Rs 10 each fully paid up)	4,015.53	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) (Basic)	0.33	0.20	0.17	0.61	0.51	1.08
	(b) (Diluted)	0.33	0.20	0.17	0.61	0.51	1.08

Date:- 12/02/2024
Place:- Mumbai



For and on behalf of Board of Directors

Vishram P Rudre
Managing Director
DIN No.08564350

CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in



Niraj Cement Structurals Limited

Notes to 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 recognized accounting practices and policies to the extent applicable.
2. 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.
3. 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 are also complied by Joint Venture Entities.
4. In the year ended 31st Dec, 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.
5. 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 Lakhs as 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.
6. The inventories of work-in -progress of Rs.220.86 Lacs is in respect of ongoing Projects and includes uncertified work. This being a technical matter, we have relied on the certificate of work in progress certified by the management of the Company.

CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in



Niraj Cement Structurals Limited

7. 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. During the period, the company has written off Rs. 354.96 Lakhs from total receivables and advances. As per management explanation, the receivables and advances of Rs.2116.73 Lakhs is in dispute and for balance receivable and advances, the management is following up with the parties and is hopeful for recovery.
9. Income Tax Assets (Net) amount of Rs. 1833.72 Lakhs has been shown under Other Non-Current Assets out of which an amount of Rs. 837.80 Lakhs has been recovered/adjusted by the Income Tax Demand for the Assessment Year 2008-09 and 2007-08, further against the due refund of AY 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to Assessment Year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24.
10. The Consolidated Statement includes the financial information of 2 subsidiaries. The total consolidated revenue from operations for the quarter ended Dec 2023 Rs 48.04 Lakhs and for the nine months ended on 31st December Rs. 57.64 Lakhs and net profits for the quarter ended 31st December Rs. 32.02 Lakhs and nine months ended 31st December 2023 Rs.(34.51) Lakhs are included in the consolidated financial statements. This quarterly financial information has not been audited by us and in our opinion and according to the information and explanations given to us by the management, this quarterly financial information is not material to the group.




CIN: L26940MH1998PLC114307

HEAD OFFICE : Niraj House, Sunder Baug, Near Deonar Bus Depot, Deonar, Chembur, Mumbai - 400 088.

FACTORY : C-55, TTC Industrial Area, Thane Belapur Road, Navi Mumbai.

Tel.: 66027100 • Fax : 25518736 • E-mail: info@niraj.co.in • Website: www.niraj.co.in

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



Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Consolidated Financial Results of the Company pursuant to the Regulation 33 of the SERI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Limited Review Report
**To the Board of Directors of
Niraj Cement Structurals Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Niraj Cement Structurals Limited** (the "Company") for the quarter ended December 31, 2023 and year to date from April 01, 2023 to December 31, 2023, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, **as** amended (the "Listing Regulations").
2. This Consolidated Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim **Financial** Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the consolidated financial statement based on our review.
3. We conducted our review of **the Consolidated financial statement in accordance** with the **Standard** Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above and subject to para 'a' to 'h' stated below and notes appended to financial result, nothing has come to our attention that causes us to believe that the accompanying Consolidated financial statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Page 1 of 3

a) Revenue from operations includes unearned revenue in respect of uncertified work for ongoing projects.

b) We draw your attention to note no 3 of the financial results, 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 CST complied by Joint venture entities.

c) We draw your attention to Note No. 4 of the financial results, In the year ended 31st March, 2021, 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.

d) We draw your attention to Note No. 5 of the financial results, 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 Lakhs as 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.

e) We draw your attention to Note No. 6 of the financial results, The inventories of work-in -progress of Rs.220.86 Lacs is in respect of ongoing Projects and includes inventory used in uncertified work. This being a technical matter, we have relied on the certificate of work in progress certified by the management of the Company.

f) We draw your attention to Note No,7 of the financial results, that 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.

g) We draw your attention to Note no 8 of the financial results, 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 quarter, the company has written off Rs 354.96 Lacs in respect of nonrecoverable Trade receivables and Loans and advances. 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 31.12.2023

h) We draw your attention to Note No.9 of the financial results, that the Income Tax Assets (Net) amount of Rs. 1833.72 Lacs has been shown under other non-current assets out of which amount of Rs. 837.80 Lacs has been recovered/adjusted

by the Income Tax Demand for the Assessment year 2008-09 and 2007-08 and against the due refund of Ay 2014-15 to 2022-23 but no provision has been made despite of the fact that no appeal is pending at any stage in respect of these payments. Management is of the opinion that the department has made erroneous additions which requires rectification and is taking time as the matter is very old. However, Management is confident of getting rectification done before the end of financial year 2023-24 and pending demand pertaining to assessment year 2007-08 and 2008-09 if any, will be provided for before the end of financial year 2023-24

The Consolidated Statement includes the financial information of two subsidiaries. the total consolidated revenue from operations for the quarter ended Dec 2023 Rs 48.04 Lakhs and for the nine months ended on 31st December Rs, 57.64 Lakhs , and net profits for the quarter ended 31st December Rs. 32.02 Lakhs and nine months ended 31st December 2023 Rs. (34.51) Lakhs are included in the consolidated financial statements. This quarterly financial information has not been audited by us and in our opinion and according to the information and explanations given to us by the management, this quarterly financial information is not material to the group.

Place : Mumbai

Date: 12th February 2024

For Chaturvedi Sohan & Co
Chartered Accountants
Firm Regn No. 118424W

VIVEKANAND Digitally signed by
BRIJANAND VIVEKANAND BRIJANAND
CHATURVEDI CHATURVEDI
CHATURVEDI Date: 2024.02.12 15:35:57
+05'30'

Vivekanand Chaturvedi
Partner
M No.106403
UDIN : 24106403BKBFJ8378