



**Independent Auditor's Report**

To The Members of Magnifico Minerals Private Limited

**Report on the Audit of the Standalone Financial Statements**

**Qualified Opinion**

We have audited the accompanying Standalone Financial Statements of "MAGNIFICO MINERALS PRIVATE LIMITED" ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and notes to financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us except for the effects of matters described in the "Basis for Qualified Opinion", "Material Uncertainty relating to Going Concern" and "Other Matters" sections of our report, the aforesaid financial statements read together with notes 1 to 25 give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards as prescribed under the section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014, and other accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2023, its loss and its cash flows for the year ended on that date.

**Basis for Qualified Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics.

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

**Our Opinion is qualified for the reasons specified below and "Material Uncertainty relating to Going Concern" sections to our report.**

We draw attention to the following matters having impact on the financial statements:

1. The Deferred Tax Assets as at March 31, 2023 has not been recognised in the absence of reasonable uncertainty that the same will be realised in future – (Refer footnote to Note No. 22(j) of the financial statements).
2. The company has performed an analysis as at the close of the year on an individual basis for major trade receivables as well as for advances paid. Any amount which was either a subject matter of any earlier/current dispute or otherwise considered as doubtful of recovery has been settled, to the extent considered acceptable by the management, by accounting for such claims of the parties or by writing them off as the case may be, during the current financial year, under review – (Refer footnote to Note No. 22(n) to the financial statements).



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3. Trade receivables for Rs. 2,09,64,89,380/- which are outstanding as at the close of the year out of which Rs. 2,09,64,89,380/- are either under dispute or are subject matter of any legal proceedings are not expected to be recovered within a period of one year from the close of the financial year under review and as such these balances have been classified by the management as non-current – (Refer footnote to Note No. 22(m) to the financial statements).
4. The balances of Trade Receivables, Trade Payables, Advances given by the Company and Advances from customers including inter party transfers therein are as per books of account and are subject to confirmation from the respective parties and final reconciliations thereof. Any write off/ write back/adjustments (for which the amount is not ascertainable) will be made only after such reconciliations/final settlements.  
However, in the opinion of the management, the Trade receivables and loans and advances have a value on realisation in the ordinary course of business, which is at least equal to the amount at which they are stated in the balance sheet – (Refer footnote to Note No. 22(n) to the financial statements).
5. The company has waived interest on the loan outstanding as on 31.03.2020 of Rs. 72,46,49,589.50/- granted by it to Worlds Window Impex India Private Limited, a company over which a director of the company is able to exercise significant influence, on the basis of Board Resolution passed by the company on 17th November 2020. The Company has submitted claim of Rs. 72,46,49,589.50 to Insolvency Resolution Professional under regulation 7 of Insolvency & Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 during the year. – (Refer footnote to Note No. 22(o) to the financial statements).
6. The company has a contingent liability on account of demand for payment of custom duty of Rs. 5,14,01,101/- (Previous Year Rs. 5,14,01,101/-) which is net of advances of Rs. 57,11, 235/- (Previous Year Rs. 57,11, 235/-) and penalty of Rs. 95,00,000/- (Previous Year Rs. 95,00,000/-). The company is contesting the matter before the appellate authorities. During the year 2017-18, a fine of Rs. 1,82,00,000/- has been imposed by Customs Department. Also, a penalty of Rs. 49,23,774 u/s 112 Customs Act, 1962 and Rs. 49,23,774 u/s 114AA Customs Act, 1962 was imposed by the department against which the company has filed an appeal for which company has also paid a pre deposit of Rs. 3,69,284.00 during the year as provided u/s 129E of the Customs Act, 1962 as appeal is confirmed vide OIO No. 04/ADC/2021-22 dt. 09.11.2021. (Refer footnote to Note No. 22(p) of the financial statements).
7. The company had given a long-term business advance to a supplier, R.R Energy Limited, which is engaged in the business of trading of fly ash etc. This supplier has supplied no materials during the financial year 2019-20 under review against the advance given to it and there was still an outstanding advance of Rs. 27,80,24,992/- as on 31<sup>st</sup> March 2023. As per the information provided by the management, the company is in the process of acquiring equity shares of R.R Energy Limited due to which the company will become one of the major shareholders in that company. The management is quite confident that after the said development of acquisition of the shares in that company, it will be able to recover the said outstanding at the earliest. According to us we cannot comment whether company is going to acquire shares of RR Energy Ltd because same is the status from last two years.
8. The management has not provided any documentary evidence on the basis of which we can confirm the value of "Keyman Insurance Policy" and amount invested in "SBI Life Insurance Company Limited" shown under the head "Non-current Investments" in balance sheet. Refer Note No. 11 of the financial statements.



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## **Other Matter**

As there is a default in repayment of loans to Banks and others and the accounts have become NPA's the company is not in a position to continue its business. The staff involved in preparation of financial statements have left the services of the company and full information on the accounts is not available. In view of this constraints the financial statements have been prepared on the basis of available information, however the management feels that there will not be any material variation in figures.

## **Material Uncertainty Related to Going Concern**

The Management draws attention to the fact that the company has incurred losses during the financial year ended March 31, 2023 and, as of that date, the Company's current liabilities exceeded its current assets by Rs 2,00,40,26,208/-. Also, a substantial amount of Trade Receivables has become overdue for more than a year. There are also defaults in the settlement of its dues in respect of credit facilities availed from its bankers and the bankers have not only classified the same as Non-Performing Assets but also recalled these facilities. Moreover, the major number of employees have since left the company. These conditions inter alia indicate that a material uncertainty exists that may cast a significant doubt on the company's ability to continue as going concern - (Refer footnote to Note No. 22(k) to the financial statements).

Our Opinion has not been modified in respect of this matter.

## **Key Audit Matters**

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

Reporting of Key Audit Matters as per SA 701, are not applicable to the company as it is an unlisted company.

## **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



# Independent Auditor's Report of Magnifico Minerals Private Limited for the year ended March 31, 2023

## Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, and financial performance of the Company in accordance with the Accounting Standards and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

## Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's



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report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) Except for the matters described in the basis for qualified opinion paragraph, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) Except for the effects, if any, of the matters described in the basis for qualified opinion paragraph, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) Except for the matters described in the basis for qualified opinion paragraph, the Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.
  - d) Except for the matters described in the basis for qualified opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) Except for the matters described in the basis for qualified opinion paragraph, with respect to the adequacy of Internal Financial Controls of the Company and the operating effectiveness of such controls refer to our separate Report in "Annexure B"; and
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:



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- i. The Company has disclosed the impact of pending litigations which would impact its financial position as on March 31, 2023 vide Note No. 22(p) to the financial statements
- ii. The Company did not have any long-term contracts including derivative contracts for which were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Jain Gupta & Associates**

**Chartered Accountants**

(FRN - 021720N)

  
**CA Vipul Gupta**

(Partner)

M.No. 532434

Place: Noida

Date: 30-09-2023

UDIN: 2352434BQ0YNJ2112



# Independent Auditor's Report of Magnifico Minerals Private Limited for the year ended March 31, 2023

## Annexure A to the Auditors' Report

[Referred to in clause 1 under 'Report on Other Legal and Regulatory Requirements' of Independent Auditor's Report to the members of Magnifico Minerals Private Limited on the Financial Statements for the year ended 31<sup>st</sup> March, 2023]

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

- i. (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.  
(B) The Company has maintained proper records showing full particulars of Intangible assets  
(b) All the assets of the Company have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of Company, nature of its business and the nature of its assets and no material discrepancies have been noticed on such verification.  
(c) According to the information and explanations given to us and on the basis of our examination company does not have any immovable property hence provision of paragraph 3 (i) (c) of the Order is not applicable.  
(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.  
(e) According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. (a) The Company is a trading company, primarily earns income from trading of Coal but the company has not done any business during the year. The Company does not hold any physical inventories as at year end.  
(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. The Company has been sanctioned working capital limits in preceding financial years which have become non performing assets, so the company did not filed any quarterly returns or statements.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments in, or provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships during the year. Accordingly, clause 3(iii) of the Order is not applicable.
- iv. According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 ("the Act") are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.



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- v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- vi. According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records by the Company under Section 148(1) of the Companies Act, 2013 for the services provided by it. Accordingly, clause 3(vi) of the Order is not applicable.
- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records, the company has been generally regular in depositing with authorities undisputed statutory dues including Goods and Services Tax, provident fund, employees state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it and there are arrears of outstanding statutory dues as at 31<sup>st</sup> March 2023 for a period of more than six months from the date these became payable. Below is the payable specifying outstanding statutory dues payables as on 31<sup>st</sup> March 2023:

Nature of Statute	Nature of Dues	Amount (Rs.)	Amount Payable (Rs.)	Period to which the amount relates
Income Tax Act, 1961	Tax Collected at Source	1,77,85,590	1,77,85,590	F.Y 2018-19
Income Tax Act, 1961	Tax Collected at Source	3,57,239	3,57,239	F.Y 2019-20
Goods and Services Tax (Compensation to States) Act, 2017	Compensation Cess	40,99,416	40,99,416	F.Y 2019-20
Central Goods and Services Tax Act, 2017	GST Payable (RCM)	2,00,700	2,00,700	F.Y 2019-20
Central Goods and Services Tax Act, 2017	GST Payable (RCM)	54,000	54,000	F.Y. 2020-21
State Goods and Services Tax Act, 2017	GST Payable (RCM)	2,00,700	2,00,700	F.Y 2019-20
State Goods and Services Tax Act, 2017	GST Payable (RCM)	54,000	54,000	F.Y 2020-21
Integrated Goods and Services Tax Act, 2017	GST Payable (RCM)	28,260	28,260	F.Y 2019-20
Integrated Goods and Services Tax Act, 2017	GST Payable (RCM)	1,21,500	1,21,500	F.Y 2020-21

(b) According to the information and explanations given to us and on the basis of our examination of the records, the company does not have any dues of income tax and sales tax or service tax or duty of excise or value added tax/Goods and Service Tax (GST) on account of any dispute. The particulars of dues of custom duty as at 31<sup>st</sup> March 2023 which have not been deposited on account of a dispute as disclosed in clause no. (p) of the Note 23, are as follows :-

Nature of Statute	Nature of Dues	Amount (Rs.)	Amount Paid under protest (Rs.)	Period to which the amount relates	Forum where the dispute is pending
Customs Act, 1962	Custom Duty	4,70,71,496	47,07,150	F.Y 2012-13	CESTAT
Customs Act, 1962	Penalty	95,00,000	-	F.Y 2012-13	CESTAT





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Customs Act, 1962	Custom Duty	1,00,40,840	10,04,085	F.Y 2013-14 and F.Y 2014-15	CESTAT
Customs Act, 1962	Custom Duty	49,23,774	3,69,284	F.Y 2017-18	CESTAT

viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

ix. (a) In our opinion and according to the information and explanations given to us, the company has defaulted in repayment of loans or other borrowings and in the payment of interest thereon and the bankers have subsequently classified the same as Non-Performing Assets as on 31<sup>st</sup> March 2020. The company has not issued any debentures.

Bank wise detail with respect to such defaults are as under:-

Nature of Borrowing	Name of the Lender	Amount Not Paid on Due Date	Whether Principal or Interest	No. of days delay or unpaid	Remarks if any
Loan	Andhra Bank	17,08,84,908.82	Principal	1543	Classified as NPA in FY 2019-20
Loan	Andhra Bank	1,19,44,989.59	Interest	1543	Classified as NPA in FY 2019-20
Loan	Bank of India	76,34,25,311.60	Principal	1522	Classified as NPA in FY 2019-20
Loan	Bank of India	56,87,715.50	Interest	1522	Classified as NPA in FY 2019-20
Loan	Central Bank of India	76,17,26,176.13	Principal	1500	Classified as NPA in FY 2019-20
Loan	Dena Bank (Merged with Bank of Baroda)	64,51,04,650.56	Principal	1500	Classified as NPA in FY 2019-20
Loan	State Bank of India	36,66,32,356.64	Principal	1194	Classified as NPA in FY 2019-20
Loan	State Bank of India	72,23,902	Interest	1194	Classified as NPA in FY 2019-20
Loan	State Bank of India	1,85,41,235.60	Interest	977	Classified as NPA in FY 2019-20

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.

(c) In our opinion and according to the information and explanations given to us by the management, no term loans were taken by the company during the year.



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- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Companies Act, 2013) during the year ended 31 March 2023. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries (as defined under the Companies Act, 2013).
- x. (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.  
(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no material fraud by the Company or on the Company has been noticed or reported during the course of the audit.  
(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.  
(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. According to the information and explanations given to us Company is not a Nidhi Company hence provisions of paragraph 3 (xii) of the Order are not applicable to the Company.
- xiii. The Company is an unlisted limited company and accordingly the requirements as stipulated by the provisions of Section 177 of the Companies Act, 2013 are not applicable to the Company. In our opinion and according to the information and explanations given to us and on the basis of our examination of records of the Company, transactions with the related parties are in compliance with Section 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) Based information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.  
(b) Section 138 is applicable to the Company but no Internal audit has been done as there are no operations during the year.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.



**Independent Auditor's Report of Magnifico Minerals Private Limited for the year ended March 31, 2023**

- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) and 3(xvi)(b) of the Order are not applicable.  
(b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.  
(c) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii. The Company has incurred cash losses of Rs. 22,41,113.26 thousands in the current financial year and Rs. 4,976.80 thousands in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly the requirements of clause 3(xviii) are not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans we are of the opinion that there exists a material uncertainty as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date as the company has incurred losses during the financial year ended March 31, 2023 and, as of that date, the Company's current liabilities exceeded its current assets. Also, a substantial amount of Trade Receivables has become overdue for more than a year. There are also defaults in the settlement of its dues in respect of credit facilities availed from its bankers and the bankers have not only classified the same as Non-Performing Assets but also recalled these facilities. Moreover, the major number of employees have since left the company.
- xx. In our opinion and according to the information and explanations given to us, Section 135 is not applicable. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- xxi. The Company does not hold any investment in any subsidiary, associate or joint venture (as defined under the Companies Act, 2013) during the year ended 31 March 2023. Accordingly, clause 3(xxi) of the Order is not applicable.

**For Jain Gupta & Associates**  
**Chartered Accountants**

(FRN - 021720N)



**CA Vipul Gupta**

(Partner)

M.No. 532434

Place: Noida

Date: 30-09-2023

UDIN: 23532434 B4UYNJ2112

**Independent Auditor's Report of Magnifico Minerals Private Limited for the year ended March 31, 2023**

**Annexure B to the Auditors' Report**

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the members of M/s Magnifico Minerals Private Limited on the Financial Statements of the company for the year ended 31st March, 2023]

**Report on the internal financial controls over financial reporting under clause (i) of subsection 3 of section 143 of the companies act, 2013 ("the act")**

We have audited the internal financial controls over financial reporting of Magnifico Minerals Private Limited ("the Company") as at 31st March, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

**Management's responsibility for internal financial controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

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

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

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



# Independent Auditor's Report of Magnifico Minerals Private Limited for the year ended March 31, 2023

## Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

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

## Inherent limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

## Our Opinion

In our opinion, to the best of our information and according to the explanations given to us, in view of the matters described in the "Basis for Qualified Opinion", "Material Uncertainty relating to Going Concern" and "Other Matters" sections of our main report, we are not able to comment if the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial reporting issued by the Institute of Chartered Accountants of India.

For Jain Gupta & Associates

Chartered Accountants

(FRN - 021720N)



CA Vipul Gupta

(Partner)

M.No. 532434

Place: Noida

Date: 30-09-2023

UDIN: 23532434B46Y NJ2121

**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**  
**Balance Sheet as at March 31, 2023**

(Amount in Thousands)

	Notes	As at March 31, 2023	As at March 31, 2022
<b>Equity and Liabilities</b>			
<b>Shareholder's Fund</b>			
Share Capital	2	1,20,090.00	1,20,090.00
Reserves and Surplus	3	-16,36,253.53	4,68,335.22
		<u>-15,16,163.53</u>	<u>5,88,425.22</u>
<b>Non-Current Liabilities</b>			
Long Term Borrowings	4	-	-
Long Term Provisions	5	-	1,313.71
		<u>-</u>	<u>1,313.71</u>
<b>Current Liabilities</b>			
Short Term Borrowings	6	27,51,161.23	27,48,345.44
Trade Payables			
(i) Total dues of Micro enterprises and Small enterprises	7A	1.72	-
(ii) Total dues of creditors other than Micro enterprises and Small enterprises	7A	3,03,251.35	2,70,320.27
Other Current Liabilities	8	22,906.14	31,794.61
Short Term Provisions	9	707.57	222.05
		<u>30,78,028.01</u>	<u>30,50,682.37</u>
<b>Total Equity and Liabilities</b>		<u><u>15,61,864.48</u></u>	<u><u>36,40,421.30</u></u>
<b>Non-Current Assets</b>			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	10	857.03	841.16
Intangible Assets	10	48.39	50.94
Non-Current Investments	11	11,104.03	11,404.03
Long Term Loans and Advances	12	3,29,447.53	3,29,314.31
Long Term Trade Receivables	13	1,78,655.90	22,52,154.71
		<u>5,20,112.86</u>	<u>25,93,765.14</u>
<b>Current Assets</b>			
Cash and Cash Equivalents	14	55,497.65	55,721.00
Short Term Loans and Advances	15	9,73,918.51	9,81,315.47
Other Current Assets	16	12,335.45	9,619.70
		<u>10,41,751.62</u>	<u>10,46,656.16</u>
<b>Total Assets</b>		<u><u>15,61,864.48</u></u>	<u><u>36,40,421.30</u></u>

Summary of Significant Accounting policies 1  
The notes are an integral part of financial statement 2-25

As per our report of even date attached

**Jain Gupta & Associates**  
Chartered Accountants  
Firm Reg. No. : 027120N

CA. Vipul Gupta  
Partner  
Membership No. 532434

Place: Noida  
Date : 30-9-2023  
UDIN: 23532434BQ0YNIJ2112

For and on behalf of Board

  
**Abhimanyu Sharma**  
Director  
DIN- 08825332

  
**Madhav Agrawal**  
Director  
DIN- 08827774

**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**  
**Statement of Profit and Loss for the year ended March 31, 2023**

(Amount in Thousands)

	Notes	Year Ended March 31, 2023	Year Ended March 31, 2022
<b>Income</b>			
Revenue from Operations		-	-
Other Income	17	1,40,003.85	1,092.95
<b>Total Revenue (A)</b>		<b>1,40,003.85</b>	<b>1,092.95</b>
<b>Expenses</b>			
Employee Benefit Expenses	18	2,945.59	2,551.14
Finance Cost (Net)	19	3,087.11	122.79
Depreciation and Amortization	10	113.48	134.60
Other Expenses	20	22,38,446.42	3,405.81
<b>Total Expenses (B)</b>		<b>22,44,592.60</b>	<b>6,214.34</b>
<b>Profit/(Loss) Before Tax (A-B)</b>		<b>(21,04,588.75)</b>	<b>(5,121.39)</b>
<b>Tax Expenses</b>			
Current Tax		-	-
Deferred Tax		-	-
<b>Profit/(Loss) for the year</b>		<b>(21,04,588.75)</b>	<b>(5,121.39)</b>
<b>Earnings Per Share</b>			
Basic and Diluted EPS	21	(175.25)	(0.43)
<b>Summary of Significant Accounting policies</b>	1		
<b>The notes are an integral part of financial statement</b>	2-25		

As per our report of even date attached

**Jain Gupta & Associates**

Chartered Accountants

Firm Reg. No. : 027120N



CA. Vipul Gupta

Partner

Membership No. 532434

Place: Noida

Date : 30-9-2023

UDIN: 23522434BQ0YNN2112

For and on behalf of Board

  
**Abhimanyu Sharma**  
 Director  
 DIN- 08825332

  
**Madhav Agrawal**  
 Director  
 DIN- 08827774

**Magnifico Minerals Private Limited**  
Notes to the Financial Statements for the period ended 31st March 2023

(Amount in Lakhs)

Particulars	As at 31st March 2023	As at 31st March 2022
<b>A Cash Flow From Operating Activities</b>		
Net Profit/ (Loss) before Tax and Extra Ordinary Items	(21,04,588.75)	(5,121.39)
Adjustment for:-		
(i) Depreciation	113.48	134.60
(ii) Income Tax refund	-	(34,639.00)
(iii) Interest expense	2,969.78	-
(iv) Interest Income	(230.79)	(1,089.75)
(v) Long-term Provision written off	(1,313.71)	-
<b>Operating Profit before Working Capital Changes</b>	<b>(21,03,049.99)</b>	<b>(40,715.54)</b>
Adjustment for:-		
(i) (Increase)/Decrease in Trade Receivables (Sundry Debtors)	20,73,498.81	3,050.35
(ii) (Increase)/Decrease in Short Terms Loans & Advances	7,396.95	14,347.50
(iii) (Increase)/Decrease in Other Current Assets	(2,715.75)	(10,921.43)
(v) (Increase)/Decrease in Current Investments	-	-
(vi) Increase/(Decrease) in Trade Payables	32,932.79	(530.37)
(vii) Increase/(Decrease) in Short Term Provision	485.51	10.00
(viii) Increase/(Decrease) in Short Term Borrowing	2,815.79	-
(viii) Increase/(Decrease) in Other Current Liabilities	(8,888.46)	-
<b>Cash Flow before Taxation &amp; Extra Ordinary Items</b>	<b>2,475.66</b>	<b>(34,759.50)</b>
Less: Income Tax paid		34,639.00
<b>Net Cash Flow From Operating Activities - A</b>	<b>2,475.66</b>	<b>(120.50)</b>
<b>B Cash Flow From Investing Activities</b>		
(i) Purchase of Fixed Assets & CWIP	(126.80)	
(ii) Interest Income	230.79	1,089.75
(iii) Long term Loan & Advances	(133.22)	(386.07)
<b>Net Cash Flow From Investing Activities - B</b>	<b>(29.23)</b>	<b>703.68</b>
<b>C Cash Flow From Financing Activities</b>		
(i) interest Expense	(2,969.78)	-
(iii) Proceeds from Long Term Borrowings	-	-
(iv) Proceeds from Short Term Borrowings	-	(434.67)
<b>Net Cash Flow From Investing Activities - C</b>	<b>(2,969.78)</b>	<b>(434.67)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>(523.34)</b>	<b>148.51</b>
<b>Cash &amp; Cash Equivalents - Opening Balance</b>	<b>55,721.00</b>	<b>55,572.50</b>
<b>Cash &amp; Cash Equivalents - Closing Balance</b>	<b>55,197.65</b>	<b>55,721.01</b>

Summary of Significant Accounting policies 1  
The notes are an integral part of the financial statement 2-25  
As per our report of even date attached

JAIN GUPTA & ASSOCIATES

Chartered Accountants

Firm Reg. No : 027120N

CA VIPUL GUPTA

Partner

Membership No. : 532434

Date : 30-9-2023

Place: Noida

UDIN : 2353 24343404 NJ2112

For and on behalf of Board

  
Abhimanyu Sharma  
Director  
DIN- 08825332

  
Madhav Agrawal  
Director  
DIN- 08827774



**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**

**Notes forming part of the Financial Statements as on March 31, 2023**

**Note No. 1 Significant Accounting Policies For The Year Ended March 31, 2023**

**(I) Basis of Accounting**

The accounts of the company are prepared under the historical cost convention on the accrual basis of accounting in accordance with the accounting principles generally accepted in India and comply with the Accounting Standards prescribed in Companies (Accounting Standards) Rules 2006 issued by the Central Government, which as per a clarification issued by the Ministry of Corporate Affairs continue to apply under Section 133 of the Companies Act, 2013 and the other provisions of Companies Act, 2013 (including provisions of Companies Act, 1956 which continue to remain in force, to the extent applicable) and pronouncements of the Institute of Chartered Accountants of India to the extent applicable.

The Company's Financial Statements are presented in Indian Rupees (₹) and all values are rounded to the nearest thousand (₹'000), except when otherwise indicated.

**(II) Property, Plant and Equipment and Intangible Assets and Depreciation**

a) Property, Plant and Equipment and Intangible Assets are stated at cost of acquisition or construction less accumulated depreciation /amortization. The company capitalises all cost relating to the acquisition, installation and construction of fixed assets, including interest directly attributable on borrowed funds used to finance the construction and acquisition of fixed assets, up to the date when the assets are ready for commercial use.

b) The depreciation on additions / deletions to fixed assets is calculated on pro-rata basis from the date of such additions / deletions. The company provides depreciation on straight-line method over the useful life of the assets as prescribed under schedule-II of the Companies Act-2013.

**(III) Foreign Currency Transactions**

Transactions in foreign currencies are recorded at the rates prevailing on the date of the transaction. Foreign currency transactions remaining unsettled at the end of the year are translated at the year-end rates and any such unsettled transactions which are covered by forward exchange contracts are translated at the rates as per the respective forward contracts. The premium paid on forward contracts is recognised over the life of the contract. The resultant gains or losses on the foreign currency transactions are treated as revenue income /expenditure.



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A handwritten signature in blue ink, appearing to be "M. S.", located to the right of the first signature.

**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**

**Notes forming part of the Financial Statements as on March 31, 2023**

**(IV) Retirement Benefits**

The company has established defined benefit plans, specifically Gratuity and Leave Encashment, applicable to all employees. The recorded liabilities for Gratuity and Leave Encashment are based on management's assessments as of the balance sheet date.

**(V) Investments**

Non-Current & Strategic Investments are stated at cost unless the aggregate fall in the values thereof is material and other than temporary.

**(VI) Provision for Current and Deferred Tax**

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income- tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realised in future.



**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**

Notes forming part of the Financial Statements as on March 31, 2023

(Amount in Thousands)

**Note No. 2 Share Capital**

	As at March 31, 2023	As at March 31, 2022
<b>Authorised Share Capital</b>		
13,000,000 (Previous year 13,000,000) Equity shares of Rs. 10/- each	130,000	130,000
	<u>130,000</u>	<u>130,000</u>
<b>Issued, Subscribed and Fully Paid up Shares</b>		
12,009,000 (Previous year 12,009,000) equity shares of Rs. 10/- each	120,090	120,090
	<u>120,090</u>	<u>120,090</u>

**Disclosures**

**(a) Reconciliation of Share Capital issued, Subscribed and Fully paid up as at the beginning and at the end of the reporting period**

	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the reporting period	12,009,000	120,090	12,009,000	120,090
Add: Issued during the year	-	-	-	-
<b>Outstanding at the end of the reporting period</b>	<u>12,009,000</u>	<u>120,090</u>	<u>12,009,000</u>	<u>120,090</u>

**(b) The details of shareholders holding more than 5% shares**

	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% Held	No. of Shares	% Held
Dharitrimaa Urja Private Limited	12,003,900	99.96%	12,003,900	99.96%

**(c) Terms/Rights attached to the Equity Shares**

The Company has only one class of equity share. Each shareholder is eligible for one vote per share. The dividend proposed by the Board is subject to the approval of shareholders except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts in proportion to their shareholding.

**(d) Shares Held by The Holding Company**

	As at March 31, 2023		As at March 31, 2022	
	No. of Shares		No. of Shares	
Dharitrimaa Urja Private Limited	12,003,900		12,003,900	

**(e) Disclosure of Shareholding of Promoters**

Shares held by the Promoters at the end of the year

Name of the Promoters	No. of Shares	% Holding	% Change during the year
Dharitrimaa Urja Private Limited	12,003,900	99.96%	0.00%



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**Magnifico Minerals Private Limited**  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

Note No. 3	<u>Reserve and Surplus</u>	(Amount in Thousands)	
		As at March 31, 2023	As at March 31, 2022
	<b>(a) Securities Premium Reserve</b>		
	Opening Balance	1,079,910.00	1,079,910.00
	Add: Additions during the year	-	-
	<b>Closing Balance (a)</b>	<b>1,079,910.00</b>	<b>1,079,910.00</b>
	<b>(b) Surplus/(Deficit) in statement of Profit and Loss</b>		
	Surplus/(Deficit) as at the beginning of the financial year	(611,574.78)	(606,453.39)
	Add: Net profit after tax transferred from Statement of Profit and Loss	(2,104,588.75)	(5,121.39)
	<b>Surplus as at the close of the financial year (b)</b>	<b>(2,716,163.53)</b>	<b>(611,574.78)</b>
	<b>Total (a+b)</b>	<b>(1,636,253.53)</b>	<b>468,335.22</b>
Note No. 4	<u>Long Term Borrowings</u>	As at March 31, 2023	As at March 31, 2022
	Vehicle Loan	73.82	73.82
	Less: Current Maturity of Long-Term Debt	-	(73.82)
	Less: Loan Waived by ICICI Bank	(73.82)	-
		-	-
Note No. 5	<u>Long Term Provisions</u>	As at March 31, 2023	As at March 31, 2022
	<b>Provisions for Employee Benefits</b>		
	- Provision for Gratuity	-	910.38
	- Provision for Leave Encashment	-	403.33
		-	<b>1,313.71</b>

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**Magnifico Minerals Private Limited**  
**CIN - U51909DL2011PTC228884**

Notes forming part of the Financial Statements as on March 31, 2023

**Note No. 6 Short Term Borrowings**

(Amount in Thousands)

	As at March 31, 2023	As at March 31, 2022
<b>Secured Loans</b>		
<b>Cash Credit (Secured) from Scheduled Banks</b>		
(Against Hypothecation of entire current assets and personal gurantee by Mr. Piyooosh Goyal, the promoter of the company and corporate gurantee of Dharitrimaa Urja Private Limited, the holding company - on Pari Passu basis with all banks.)		
Further secured by corporate gurantee and Equitable Mortgage of Land situated at :		
1. Khata No 00192, 00249, 00251 & 00042, Khasara No. 190, 32, 166 & 167, Village Fhatiyabad Nithora Pargana Loni, Tehsil & District Ghaziabad U.P. Owned by World Window Exim Private Limited, a step down subsidiary of Worlds Window Impex India Private Limited.		
2. Khata No 00535 & 00536, Khasara No 1577, 1578 & 1579, Village- Loni (Chakbandi Area), Pargana Loni, Tehsil & District Ghaziabad U.P. Owned by World Window Estate Private Limited, a step down subsidiary of Worlds Window Impex India Private Limited.		
Andhra Bank (Merged with Union Bank)	182,819.88	179,838.93
Bank of India	769,113.03	769,113.03
Central Bank of India	761,726.18	761,891.34
Dena Bank (Merged with Bank of Baroda)	645,104.65	645,104.65
State Bank of India	392,397.49	392,397.49
	<b>2,751,161.23</b>	<b>2,748,345.44</b>

**Note No. 8 Other Current Liabilities**

	As at March 31, 2023	As at March 31, 2022
Current Maturity of Long Term Debt	-	73.82
Advances from customers	1,429.74	1,182.99
Statutory Dues Payable	19,246.20	26,697.15
Interest Accrued on Bank Credit	1,379.57	1,379.57
Expenses Payable	611.94	2,246.97
Reimbursement Account	238.69	214.10
	<b>22,906.14</b>	<b>31,794.61</b>

**Note No. 9 Short Term Provisions**

	As at March 31, 2023	As at March 31, 2022
<b>Provisions for Employee Benefits</b>		
- Provision for Gratuity	469.86	49.86
- Provision for Leave Encashment	227.71	27.19
<b>Provision for Audit Fees</b>	<b>10.00</b>	<b>145.00</b>
	<b>707.57</b>	<b>222.05</b>



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**Magnifico Minerals Private Limited**  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

		(Amount in Thousands)	
Note No. 11	Non-Current Investments	As at March 31, 2023	As at March 31, 2022
	<b>Non Trade investments (valued at cost unless stated otherwise) - Unquoted</b>		
	<b>(a) Keyman Insurance Policies</b>	8,383.43	8,383.43
		<u>8,383.43</u>	<u>8,383.43</u>
	<b>b) In Sovereign Gold Bonds</b>		
	In Sovereign Gold Bond Scheme- 2015-16	1,020.60	1,020.60
	350 units @ Rs. 2916 per unit (Previous Year 350 units @ 2916 per unit)		
	These bonds are held in the name of one of the Directors of the company.		
		<u>1,020.60</u>	<u>1,020.60</u>
	<b>c) SBI Life Insurance Company Limited</b>		
	In Smart Privilege plus Flexi Smart Plan	1,700.00	2,000.00
		<u>1,700.00</u>	<u>2,000.00</u>
		<u>11,104.03</u>	<u>11,404.03</u>
<b>Note No. 12</b>	<b>Long Term Loans and Advances</b>	As at March 31, 2023	As at March 31, 2022
	<b>(Unsecured and Considered Good)</b>		
	Security Deposits	2,714.20	2,564.20
	Other Advances	326,733.32	326,750.11
		<u>329,447.53</u>	<u>329,314.31</u>
<b>Note No. 14</b>	<b>Cash and Cash Equivalents</b>	As at March 31, 2023	As at March 31, 2022
	Cash In Hand	-	0.37
	<b>Balance with Banks</b>		
	- Current Accounts	49,612.89	49,835.86
	- Fixed Deposits		
	Fixed Deposits with Banks (Margin Money against Letter of Credits)*	730.99	730.99
	Fixed Deposits With Banks (Security Deposit for VAT/GST Registration)*	230.00	230.00
	Fixed Deposits With Banks (Provided as security against Bank Guarantees)*	4,923.77	4,923.77
		<u>55,497.65</u>	<u>55,721.00</u>



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**Magnifico Minerals Private Limited**  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

(Amount in Thousands)

**Note No. 15 Short Term Loans and Advances**

	As at March 31, 2023	As at March 31, 2022
- Advances recoverable in Cash or in Kind or for value to be received * (includes secured advances of Rs. 15,51,61,928/- previous year Rs. 15,51,61,928/-)	899,366.96	899,386.25
- Input Tax Receivable	51,461.61	58,690.73
- Custom duty & Sales Tax paid under protest	5,711.24	5,711.24
- MAT Credit Entitlement	3,014.54	3,014.54
- Income Tax Paid (Net)	14,364.17	14,512.72
	<b>973,918.51</b>	<b>981,315.47</b>

\* Also includes Rs. 72,46,28,145/- as loan to Worlds Window Impex India Private Limited, an Enterprise over which a director of the company is able to exercise significant influence.

**Note No. 16 Other Current Assets**

	As at March 31, 2023	As at March 31, 2022
Interest accrued on fixed deposits	2,325.16	2,281.15
Advance to Vendors	9,927.99	7,335.77
Advance to Employees	78.36	-
Prepaid Insurance	3.94	0.41
Prepaid Expenses	-	2.37
	<b>12,335.45</b>	<b>9,619.70</b>

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Magnifico Minerals Private Limited  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

Note No. 7 Trade Payables

(Amount in Thousands)

Ageing for trade payables outstanding as at March 31, 2023 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME*	1.72	-	-	-	1.72
(ii) OTHERS	16.05	306.50	-	302,928.80	303,251.35
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed dues - others	-	-	-	-	-

\*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME*	-	-	-	-	-
(ii) OTHERS	705.60	-	269,614.67	-	270,320.27
(iii) Disputed Dues - MSME	-	-	-	-	-
(iv) Disputed dues - others	-	-	-	-	-

\*MSME as per the Micro, Small and Medium Enterprises Development Act, 2006.



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Magnifico Minerals Private Limited  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

Note No. 7A Ageing for trade payables outstanding as at March 31, 2023 is as follows:

(Amount in Thousands)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total dues of Micro enterprises and Small enterprises	1.72	-	-	-	1.72
(ii) Total dues of creditors other than Micro enterprises and Small enterprises	16.05	306.50	-	302,928.80	303,251.35

Ageing for trade payables outstanding as at March 31, 2022 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Total dues of Micro enterprises and Small enterprises	-	-	-	-	-
(ii) Total dues of creditors other than Micro enterprises and Small enterprises	705.60	-	269,614.67	-	270,320.27



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Magnifico Minerals Private Limited  
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Notes forming part of the Financial Statements as on March 31, 2023

Note No. 13 Long Term Trade Receivables

(Amount in Thousands)

	As at 31st march 2023	As at 31st march 2022
Trade receivables		
Doubtful Trade receivables- Considered Doubtful	2,096,489.38	2,252,154.71
Less: Provision for Doubtful Debts	(1,917,833.48)	-
	<u>178,655.90</u>	<u>2,252,154.71</u>

Ageing for trade receivables - current outstanding as at March 31, 2023 is as follows:

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 year	2 - 3 year	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	140.00	8.08	2,096,341.30	2,096,489.38

Company has filed suit against most of the debtors under Negotiable Instruments Act, 1938 during the year for recovery of old dues and dis-honoured cheques.

Ageing for trade receivables - current outstanding as at March 31, 2022 is as follows:

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 year	2 - 3 year	More than 3 years	
(i) Undisputed Trade Receivables - Considered good	-	140.00	8.08	2,252,006.63	-	2,252,154.71
(ii) Undisputed Trade Receivables - considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered doubtful	-	-	-	-	-	-



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Magnifico Minerals Private Limited  
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Notes forming part of the Financial Statements as on March 31, 2023

Note No. 10 Property, Plant and Equipments and Intangible Assets

(Amount in Thousands)

Description of Assets	GROSS BLOCK			ACCUMULATED DEPRECIATION				NET BLOCK		
	As at 01.04.2022	Additions	Deletions	As at 31.03.2023	As at 01.04.2022	Depreciation During the Year	Deductions	As at 31.03.2023	As at 31.03.2023	As at 31.03.2022
Property, Plant and Equipments										
Motor Vehicles	1,076.47	-	-	1,076.47	865.88	25.02	-	890.90	185.57	210.59
Motor Bikes	522.27	-	-	522.27	292.00	21.88	-	313.88	208.40	230.27
Computers & Printers	1,032.67	126.80	-	1,159.47	963.77	23.80	-	987.57	171.90	68.90
Furniture & Fixtures	198.49	-	-	198.49	116.69	7.77	-	124.46	74.03	81.80
Office Equipments	626.99	-	-	626.99	495.45	24.99	-	520.44	106.55	131.54
Water Sprinklers For Coal	229.94	-	-	229.94	111.89	7.47	-	119.36	110.58	118.05
<b>Sub Total (A)</b>	<b>3,686.83</b>	<b>126.80</b>	<b>-</b>	<b>3,813.63</b>	<b>2,845.67</b>	<b>110.93</b>	<b>-</b>	<b>2,956.61</b>	<b>857.03</b>	<b>841.16</b>
Intangible Assets										
Softwares	64.12	-	-	64.12	13.19	2.55	-	15.73	48.39	50.94
<b>Sub Total (B)</b>	<b>64.12</b>	<b>-</b>	<b>-</b>	<b>64.12</b>	<b>13.19</b>	<b>2.55</b>	<b>-</b>	<b>15.73</b>	<b>48.39</b>	<b>50.94</b>
<b>Total (A+B)</b>	<b>3,750.96</b>	<b>126.80</b>	<b>-</b>	<b>3,877.76</b>	<b>2,858.86</b>	<b>113.48</b>	<b>-</b>	<b>2,972.34</b>	<b>905.42</b>	<b>892.09</b>



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**Magnifico Minerals Private Limited**  
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Notes forming part of the Financial Statements as on March 31, 2023

(Amount in Thousands)

**Note No. 17 Other Income**

	As at March 31, 2023	As at March 31, 2022
Interest Income	230.79	358.88
Maturity proceeds of LIP	133.44	-
Interest Recovery from Banks	-	730.87
Provisions Written Back	1,390.76	-
Miscellaneous Balances Written Back	1,601.87	-
Foreign Currency Gain on Remeasurement	136,637.99	-
Other Income	8.99	3.20
	<b>140,003.85</b>	<b>1,092.95</b>

**Note No. 18 Employee Benefit Expenses**

	As at March 31, 2023	As at March 31, 2022
Salary	2,007.06	2,217.04
Employer Contribution to Provident	57.98	57.98
Medical and Food Reimbursement	167.87	197.55
Staff Welfare	15.11	78.57
Gratuity	469.86	-
Leave Encashment	227.71	-
	<b>2,945.59</b>	<b>2,551.14</b>

**Note No. 19 Finance Cost (Net)**

	As at March 31, 2023	As at March 31, 2022
Interest on Cash Credit	2,969.78	-
Bank Charges	44.57	122.50
LC Discounting Charges	-	0.29
Bank Gaurantee Commission	72.76	-
	<b>3,087.11</b>	<b>122.79</b>



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**Note No. 20 Other Expenses**

	As at March 31, 2023	As at March 31, 2022
Office Expenses	43.52	4.13
Rebate/Discounts/Quality Claims/Bad Debts	311,113.44	179.74
Printing and Stationary	17.33	6.60
Consultancy Fees	2,800.00	600.00
Rent/ Stock Yard Rent	41.50	32.50
Telephone and Internet Expenses	35.79	94.49
Filing Charges	-	75.99
Legal & Professional Fee	5,776.15	1,783.74
Electricity Expenses	-	0.25
Postage and Courier	2.62	13.56
Payment to Auditor		
Audit Fees	10.00	10.00
Repair & Maintenance	224.10	11.14
Conveyance Expenses	3.30	35.68
Travelling Expenses	398.95	441.52
Late Fees	11.92	15.00
Penalties	58.25	-
Vehicle Running & Maintenance	-	28.07
Interest on TDS/TCS/Customs	0.92	7.04
Miscellaneous Expenses	33.89	52.17
Selling & Distribution Expenses	23.30	14.19
Provision for Doubtful debt	1,917,833.48	-
Insurance Expenses	17.98	-
	<b>2,238,446.42</b>	<b>3,405.81</b>

**Note:** The Company has booked Rebate/Discounts/Quality Claims/Bad debts as these debts have become irrecoverable because all these debors are more than 3 years old and suit for recovery cannot be filed against them because time or filing suit has been elapsed.



**Magnifico Minerals Private Limited**  
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**Notes forming part of the Financial Statements as on March 31, 2023**

**Note No. 21 Earning Per Share (EPS)**

Earning per share is calculated on the basis of Profits attributable to Equity share holders divided by weighted average number of equity shares.

**Basic and Diluted Earning Per Share (INR)**

Particulars	Current Year March 31, 2023	Previous Year March 31, 2022
Profit/(Loss) attributable to Equity Shareholders (A) (INR)	(2,104,588,746)	(5,121,390)
Basic/Weighted average number of Equity Shares outstanding during the period (B)	12,009,000	12,009,000
Nominal Value of Equity Shares (INR)	10	10
<b>Basic Earning per Shares (INR) {(A)/(B)}</b>	<b>-175.25</b>	<b>(0.43)</b>

**Note No. 22**

(a) **Impact of Covid 19 (Pandemic)** : - The Company has taken into account all the possible impacts of COVID-19 in preparation of these standalone financial statements, including but not limited to its assessment of, liquidity and going concern assumption, recoverable values of its financial and non-financial assets, impact on revenue recognition owing to changes in cost budgets of fixed price contracts and impact on leases. The Company has carried out this assessment based on available internal and external sources of information upto the date of approval of these standalone financial statements and believes that the impact of COVID-19 is not material to these standalone financial statements and expects to recover the carrying amount of its assets. The impact of COVID-19 on the standalone financial statements may differ from that estimated as at the date of approval of these standalone financial statements owing to the nature and duration of COVID-19.

(b) Sundry debtors and creditors balances are as per books of accounts and are subject to write off / adjustment (if any) after reconciliation.

(c) The information required under schedule III of the Companies Act, 2003 to the extent not applicable have not been provided.

(d) Previous year figures have been regrouped / reclassified wherever necessary to correspond with the current years figures.

**(e) Director Remuneration**

(Amount in Thousands)

Particulars	Current Year March 31, 2023	Previous Year March 31, 2022
Salaries & Allowances	1,116.18	1116.18

**(f) Related Party Disclosures Under AS - 18**

In accordance with the requirements of Accounting Standards (AS)- 18 "Related Party Disclosures", the names of the related parties where control exists and / or with whom transactions have taken place during the year and description of relationships, as identified and certified by the management are :

**(i) Names of the Related Parties and Nature of Relationship**

S.No.	Nature of Relationship	Name of Related Parties
(A)	Holding Company	Dharitrimaa Urja Private Limited
(B)	Fellow Subsidiary Companies	Names of the fellow subsidiaries- Aspun Trading Private Limited
(C)	Key Management Personnel & their relatives	Key Management Personnel Madhav Agarwal (Director) Abhimanyu Sharma (Director)
(D)	Other Enterprises over which person(s) Referred to in (iii) above is able to Exercise significant influence	World Window Impex India Private Limited



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**Magnifico Minerals Private Limited**  
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Notes forming part of the Financial Statements as on March 31, 2023

(II) Transaction with Related Parties

(Amount in Thousands)

Particulars	Holding Companies	Subsidiary Companies	Fellow Subsidiary Companies	Key Management Personnel & their relatives	Other Enterprise over which persons referred to in (iii) above is/are able to exercise significant influence	Total
<b>Remuneration</b>						
2022-23	-	-	-	1,116	-	1,116
2021-22	-	-	-	1,116	-	1,116
<b>Outstandings Receivable</b>						
2022-23	-	-	-	-	724,650	724,650
2021-22	-	-	-	-	724,650	724,650

(i) Income tax provision has been made as per the computation made by the management. However, the same is subject to final assessment by the Income Tax Authorities.

(j) The Deferred Tax Asset as at March 31, 2023 has not being recognised in the absence of reasonable certainty that the same will be realised in future.

(k) The management draws attention to the fact that the company has incurred cash losses during the financial year under review and a substantial amount of Trade Receivables has become overdue from more than a year and subsequent to the reporting period. There are also defaults in the settlement of its dues in respect of credit facilities availed from its bankers and the bankers have not only subsequently classified the same as Non Performing Assets but also have recalled these facilities. Moreover, the major number of employees have since left the company. These conditions inter alia indicate that a material uncertainty exists that may cast a significant doubt on the company's ability to continue as a going concern.

(l) The company has performed an analysis as at the close of the year on an individual basis for major trade receivables as well as for advances paid. Any amount which was either a subject matter of any earlier/current dispute or otherwise considered as doubtful of recovery has been settled, to the extent considered acceptable by the management, by accounting for such claims of the parties or by writing them off as the case may be, during the current financial year under review.

(m) Trade receivables for Rs. 2,09,64,89,380/- which are outstanding as at the close of the year out of which Rs. 2,09,64,89,380/- are either under dispute or are subject matter of any legal proceedings are not expected to be recovered within a period of one year from the close of the financial year under review and as such these balances have been classified by the management as non-current.

(n) The balances of Trade Receivables, Trade Payables, Advances given by the Company and Advances from customers including inter party transfers therein are as per books of account and are subject to confirmation from the respective parties and final reconciliations thereof. Any write off/ write back/adjustments (for which the amount is not ascertainable) will be made only after such reconciliations/final settlements. However, in the opinion of the management, the Trade receivables and loans and advances have a value on realisation in the ordinary course of business, which is atleast equal to the amount at which they are stated in the balance sheet.

(o) The company has waived interest on the loan outstanding as on 31.03.2023 of Rs. 72,46,28,147/- granted by it to Worlds Window Impex India Private Limited, a company over which a director of the company is able to exercise significant influence, on the basis of Board Resolution passed by the company on 17th November, 2020. The company has submitted claim of Rs. 72,46,28,147/- to Insolvency Resolution Professional under regulation 7 of Insolvency & Bankruptcy Board of India (Insolvency Resolution Process for Corporate Persons) Regulations, 2016 during the year.

(p) The company has a contingent liability on account of demand for payment of custom duty of Rs. 5,14,01,101/- (Previous Year Rs. 5,14,01,101/-) which is net of advances of Rs. 5,711, 235/- ( Previous Year Rs. 5,711, 235/-) and penalty of Rs. 95,00,000/- (Previous Year Rs. 95,00,000/-). The company is contesting the matter before the appellate authorities. During the year 2017-18, a fine of Rs. 1,82,00,000/- has been imposed by Customs Department. Also, a penalty of Rs. 49,23,774 u/s 112 Customs Act, 1962 and Rs. 49,23,774 u/s 114AA Customs Act, 1962 was imposed by the department against which the company has filed an appeal for which company has also paid a pre deposit of Rs. 3,69,284/- during the year as provided u/s 129E of theof the Customs Act, 1962 as appeal is confirmed vide OIO No. 04/ADC/2021-22 dt. 09.11.2021.



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Magnifico Minerals Private Limited  
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Notes forming part of the Financial Statements as on March 31, 2023

(q) Previous year figures have been recast/ regrouped and/or rearranged wherever considered necessary to confirm to this year's classification.

(r) Naya Paise have been rounded off to the nearest rupee.

**Additional Regulatory Information :**

**Note No. 23 Utilisation of Borrowed Funds and Share Premium :**

The amount was used to fulfill working capital requirements of the company and for meeting general corporate purpose expenses and permissible business expansion and marketing expenses.

**Note No. 24 Relationship with Struck off Companies :**

The company has not made any transactions with companies struck off under section 248 of the Companies Act, 2013.





Magnifico Minerals Private Limited  
CIN - U51909DL2011PTC228884

Notes forming part of the Financial Statements as on March 31, 2023

Note No. 25 Ratios

Ratio	Numerator	Denominator	Current Year	Previous Year
a. Current Ratio (in times)	Total Current Assets	Total Current Liabilities	0.34	0.34
b. Debt Equity Ratio (in times)	Debt Consists of Borrowings & lease liabilities	Total Equity	-	-
c. Debt Service Coverage Ratio (in times)	Net Operating Income	Total Debt Service	-	-
d. Return on Equity (in %) (i)	Profit for the year less preference dividend(if any)	Average Shareholders Equity	139%	(1%)
e. Inventory turnover ratio (in times)	COGS	Average Inventory	-	-
f. Trade Receivables turnover ratio	Revenue from operations	Average Account Receivables	-	-
g. Trade Payable turnover ratio	Net Credit Purchases	Average Account Payables	-	-
h. Net capital turnover ratio	Revenue from operations	Avg Working Capital ( Total current assets - Total current liabilities)	-	-
i. Net Profit ratio(in %)	Net profit	Net Sales	-	-
j. Return on Capital employed (in %) (ii)	EBIT	Capital Employed = Total Assets - Current Liabilities	139%	(1%)
k. Return on Investment (in %)	Income generated from invested funds	Average invested funds in treasury investments	-	-

Explanation for variance in Ratios:

- Due to increase in Net loss
- Due to increase in Earning before interest and taxes

As per our report of even date attached

Jain Gupta & Associates  
Chartered Accountants

Firm Reg. No : 027120N



CA. Vipul Gupta  
Partner  
Membership No. 532434

Place: Noida

Date : 30-9-2023

UDIN: 23532434B400N02112

For and on behalf of Board

  
Abhimanyu Sharma  
Director  
DIN- 08825332

  
Madhav Agrawal  
Director  
DIN- 08827774