

BHAGYANAGAR COPPER PRIVATE LIMITED
(Formerly known as Aanvik Mercantile Private Limited)

12TH ANNUAL REPORT

2019-2020

BHAGYANAGAR COPPER PRIVATE LIMITED

(Formerly known as Aanvik Mercantile Private Limited)

BOARD OF DIRECTORS:

Narender Surana	-	Director
Devendra Surana	-	Director
Rakesh Kumar Agarwal	-	Whole-time Director (<i>from 31.05.2020</i>)
Mitali Surana	-	Director (<i>upto 10.02.2020</i>)
Krupakar Nadimpally Reddy	-	Whole-time Director (<i>upto 31.05.2020</i>)

CHIEF FINANCIAL OFFICER:

Surendra Bhutoria

COMPANY SECRETARY:

Subhojeet Bhattacharjee (*from 09.03.2020*)

STATUTORY AUDITORS:

M/s. Luharuka & Associates

Chartered Accountants

5-4-187/3 & 4, 2nd Floor, Soham Mansion,

M.G. Road, Ranigunj,

Secunderabad - 500 003

SECRETARIAL AUDITOR:

Rakhi Agarwal

Company Secretary in Practice

6-3-660, Flat 520, Block 4,

Amrit Apartments, Kapadia Lane,

Somajiguda, Hyderabad- 500082

BANKERS:

Kotak Mahindra Bank Limited

FACTORY:

Sy.no-98, 99,100,101(P), 102,103,104,105,107,111,

230,231,232,234(P), Shabashpalli (V)

Shivampet Mandal, Medak District,

Telangana State.

REGISTERED OFFICE:

Bhagyanagar Copper Private Limited

5th Floor, Surya Towers, S.P. Road

Secunderabad, India- 500 003

Tel: +91 40 27845119, 44665750

Fax: +91 40 27818868

E-mail: surana@surana.com; cs@surana.com

CIN: U27100TG2008PTC125034

BHAGYANAGAR COPPER PRIVATE LIMITED

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given to all the members of the Company that the 12th Annual General Meeting of Bhagyanagar Copper Private Limited (*Formerly Aanvik Mercantile Pvt Ltd*) will be held on Saturday, the 26th day of September, 2020 at 2:00 P.M. at the Registered Office of the Company at 5th Floor, Surya Towers, S. P. Road, Secunderabad - 500 003 to transact the following items of business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2020 and the Statement of Profit and Loss and Cash Flow Statement along with Notes to Accounts for the year ended 31st March, 2020 along with Auditors' Report & Directors' Report thereon.
2. To appoint a Director in place of Shri. Narender Surana (DIN: 00075086), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. **Appointment of Shri. Rakesh Kumar Agarwal (DIN: 01829157) as Whole-time Director of the Company**

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

“RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the Rules made thereunder [including any statutory modification(s) or re-enactment thereof for the time being in force], read with Schedule V to the Companies Act, 2013, Shri. Rakesh Kumar Agarwal (DIN: 01829157) be and is hereby appointed as Whole-time Director of the Company for a period of 3 years with effect from 31st of May, 2020 up to 30th of May, 2023, with remuneration not exceeding Rs.1,50,000/- per month and that he shall not be liable to retire by rotation. A brief profile of Shri. Rakesh Kumar Agarwal is annexed herewith.

RESOLVED FURTHER THAT Shri. Rakesh Kumar Agarwal shall be entitled for reimbursement of actual entertainment, travelling, boarding and lodging expenses incurred by him in connection with the Company's business and such other benefits / amenities and other privileges, as may from time to time, be available to other senior executives of the Company as per the service rules of the Company.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to alter or vary the scope of remuneration of Shri. Rakesh Kumar Agarwal, Whole-time Director, including the monetary value thereof from time to time as may be considered appropriate, within the overall limits as permissible under the Companies Act, 2013 and subject to approval of shareholders and other necessary approvals.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds, matters and things as in the absolute discretion, it may consider necessary, expedient or desirable and to settle any question or doubt that may arise in relation thereto in order to give effect to the foregoing resolution or as may be otherwise considered by it to be in the best interests of the Company.”

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

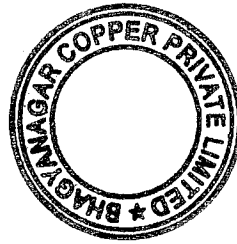
4. To approve and ratify the remuneration of Cost Auditors for the financial year 2020-21:

To consider and, if thought fit, to pass, with or without modifications, the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications or re-enactments thereof, for the time being in force), the cost audit fees of Rs.10,000/- (Rupees Ten Thousand Only) to be paid to M/s Lavanya & Associates, Cost Accountants in practice, the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year 2020-21 be and is hereby ratified and approved.

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

By Order of the Board
For BHAGYANAGAR COPPER PRIVATE LIMITED



Devendra Surana

DEVENDRA SURANA
CHAIRMAN

Place: Secunderabad
Date: 16.06.2020

NOTES:

1. A member entitled to attend and vote at the meeting is entitled to appoint one or more proxies, to attend and vote instead of himself/herself and the proxy need not be a member of the company. Proxies in order to be effective must be deposited at the registered office of the company not less than 48 hours before the commencement of the meeting.
2. The Explanatory Statement under Section 102 of the Companies Act, 2013 is annexed herewith and forms part of the notice.
3. Detail of Directors retiring by rotation/seeking appointment/re-appointment at this meeting are provided in the “Annexure” to the Notice. Director seeking appointment/reappointment have furnished requisite declarations under section 164 (2) and any other applicable provisions of the Companies Act, 2013 including rule framed thereunder.

EXPLANATORY STATEMENT
(Pursuant to Section 102(1) of the Companies Act, 2013)

Item No. 3:

Shri. Rakesh Kumar Agarwal was appointed by the Board as an Additional Whole-time Director of the Company w.e.f. 31st of May, 2020, for a period of 3 consecutive years till 30th of May, 2023, with remuneration not exceeding Rs.1,50,000/- per month, subject to concurrence of shareholders.

The company has received a Notice under Section 160 of the Companies Act, 2013, from Shri. Devendra Surana, Director of the Company, holding 100 equity shares, proposing the candidature of Shri. Rakesh Kumar Agarwal for the office of director of the Company. Requisite consent, pursuant to Section 152 of the Act and declaration pursuant to Section 164(2) of the Act and rules made thereunder, have been received from Shri. Rakesh Kumar Agarwal to act as Director, if appointed.

As per the provisions of the Companies Act, 2013 approval by a resolution of the Shareholders in the General Meeting is required for appointment of the Whole-Time Director. The Board of Directors recommends the Special Resolution for your approval.

None of the Directors and Key Managerial Personnel or their relatives of the Company other than Shri. Rakesh Kumar Agarwal himself, as an appointee, are in any way, concerned or interested, financially or otherwise, in the proposed resolution.

Item No. 4:

The Board of Directors at their meeting held on 16.06.2020 has approved the appointment and remuneration of the M/s. Lavanya & Associates, Cost Accountants in practice, as Cost Auditors of the Company to conduct the audit of the cost records of the Company for the financial year ending 31.03.2021 at a remuneration of Rs.10,000/- (Rupees Ten Thousand Only).

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31.03.2021.

The Board of Directors recommends the Ordinary Resolution for your approval.

None of the Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in this resolution

By Order of the Board
For BHAGYANAGAR COPPER PRIVATE LIMITED



Devendra Surana

DEVENDRA SURANA
CHAIRMAN

Place: Secunderabad
Date: 16.06.2020

ANNEXURE

The details of Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting are furnished below:-

1) Shri. Narender Surana, Director:

Name of Director	Shri. Narender Surana
DIN	00075086
Date of Birth	06.07.1960
Qualification	B.E (Chemical)
Expertise in specific functional areas	Shri. Narender Surana is the Managing Director of Bhagyanagar India Limited and Surana Telecom and Power Limited, Director of Surana Solar Limited, Bhagyanagar Properties Limited and other Companies of Surana Group, one of the leading Industrial house in Telangana. He has over 33 years of experience in the telecom cable, metals and solar industry. He has been the President of Federation of Andhra Pradesh Chambers of Commerce and Industry (FAPCCI). He was also the Founder President of Young Entrepreneurs Organization (Y.E.O) of Hyderabad Chapter. He is the recipient of Andhra Pradesh Best Entrepreneur Award.
Nature of appointment (appointment/ reappointment)	Retires by Rotation and offers himself for re-appointment.
List of other Companies in which Directorship is held as on 31st March, 2020.	<ol style="list-style-type: none"> 1. Surana Telecom and Power Limited 2. Bhagyanagar India Limited 3. Surana Solar Limited 4. Bhagyanagar Properties Limited 5. AP Golden Apparels Private Limited 6. Aryavaan Renewable Energy Pvt. Ltd. 7. Tejas Technopark Private Limited 8. Tejas India Solar Energy Private Limited 9. Surana Infocom Private Limited 10. Globecom Infra Ventures India Private Limited 11. Bhagyanagar Energy and Telecom Private Limited 12. Innova Technologies Private Limited 13. Scientia Infocom India Private Limited 14. Bhagyanagar Securities Private Limited 15. Indian Solar Power Producers Association 16. Surana Solar Systems Private Limited
Chairman/ Member of the Committees of the Board of other Companies in which he is a Director as on 31st March, 2020.	<ol style="list-style-type: none"> 1. Bhagyanagar India Limited (Stakeholders Relationship Committee) 2. Bhagyanagar India Limited (CSR Committee) 3. Surana Solar Limited (Stakeholders Relationship Committee) 4. Surana Solar Limited (CSR Committee) 5. Surana Telecom and Power Limited (Audit Committee) 6. Surana Telecom and Power Ltd (Stakeholders Relationship Committee) 7. Surana Telecom and Power Ltd (CSR Committee) 8. Bhagyanagar Properties Ltd (Nomination & Remuneration Committee) 9. Bhagyanagar Properties Ltd (Stakeholders Relationship Committee) 10. Bhagyanagar Properties Limited (CSR Committee)

2) Shri. Rakesh Kumar Agarwal, Whole-time Director:

Name of Director	Shri Rakesh Kumar Agarwal
DIN	01829157
Date of Birth	6 th July, 1975
Qualification	B.com (Hons)
Expertise in specific functional areas	20 years' Experience into Copper Industry. Director Operations. Omega Rolling Mills Pvt. Ltd. (2000 to 2016) Partner A.J Metalloys LLP (2017 to 2020 March)
Inter-se relationship with other Directors and Key Managerial Personnel	Not related to any other Director or Key Managerial Personnel of the Company.
Nature of appointment (appointment/reappointment)	Appointment.
List of other Companies in which Directorship is held as on 31st March, 2020.	Nil
Chairman/Member of the Committees of the Board of other Companies in which he is a Director as on 31st March, 2020.	Nil

DIRECTORS' REPORT

To
The Members of
Bhagyanagar Copper Private Limited
(Formerly Aanvik Mercantile Private Limited)

Your Directors have pleasure in presenting the 12th Annual Report together with the Audited Accounts of the Company for the financial year ended 31st March, 2020 and the Auditors' Report thereon.

FINANCIAL RESULTS:

Your company's financial results for the year 2019-2020 are given below in summarized format:

(Amount in Rs.)		
Particulars	2019-20	2018-19
Revenue from Operations	1,43,17,14,295	31,78,400
Other Income	17,60,339	1,11,832
I. Total Revenue	1,43,34,74,634	32,90,232
Expenses		
Cost of Raw Materials and Components Consumed	1,22,65,76,251	-
Employee Benefit Expenses	1,70,35,097	-
Finance Cost	4,14,00,336	3,92,681
Depreciation	1,51,47,651	20,14,613
Other Expenses	13,39,41,003	24,12,452
II. Total Expenses	1,43,41,00,338	48,19,746
Profit/(Loss) Before Tax (I-II)	(6,25,704)	(15,29,514)
Tax Expenses:		
- Current Tax	-	-
- Tax of earlier years	-	-
Profit/(Loss) for the year	(6,25,704)	(15,29,514)
Earning Per Equity Share		
- Basic	-	-
- Diluted	-	-

DIVIDEND:

The Board of Directors have not recommended any dividend for the financial year 2019-20.

BUSINESS DEVELOPMENT AND PROSPECT:

Last year the Company had set up a copper plant at Shabhashpally Village, Shivampet Mandal, Medak District, Telagana, which commenced its commercial operations with effect from 1st March, 2019 with capacity utilisation of 4000 MT in the first year of operation. The total capital investment is around Rs.58.50 Crores as on 31.03.2020.

SUBSIDIARY/ JV/ ASSOCIATE COMPANY:

The Company is a Wholly Owned Subsidiary of Bhagyanagar India Limited. Further the Company does not have any Subsidiary, Joint venture or Associate Company.

RESERVES:

During the year under review, no amount has been allocated or transferred to Reserves.

FIXED DEPOSITS:

During the year under review, your Company has not accepted any fixed deposits within the meaning of Section 73 or 76 of the Companies Act, 2013, read with rules made there under.

SHARE CAPITAL:

As on 31.03.2020, the Paid-up capital of the Company is Rs.20,00,00,000/- (Rupees Twenty Crores Only) divided into 2,00,00,000 (Two Crores) Equity Shares of Rs.10/- each.

SECRETARIAL STANDARDS:

The Directors state that applicable Secretarial Standards, i.e., SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

IMPACT OF COVID-19: The outbreak of novel Coronavirus (COVID-19) Pandemic globally and in India and the consequent lockdown restrictions imposed by national governments is causing significant disturbance and slowdown of economic activity across the globe. The Company has assessed the possible effects that may arise from the COVID-19 pandemic on the business. As on the current date, based on the assessment, the Company has concluded that the impact of COVID – 19 pandemic is not material on the carrying values of the assets of the business, however this has effected the operations of the company and has had impact on sales and profitability among others. Due to the nature of the pandemic and the resultant operational guidelines that may be announced by the governments in future, the Company will continue to monitor the developments to identify significant impact, if any in the future period.

DIRECTORS:

Shri. Narender Surana (DIN: 00075086), Director of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

Shri. N. Krupakar Reddy (DIN: 00006580), Whole-time Director and Miss Mitali Surana (DIN: 08156993), Director of the Company, resigned from Directorship of the Company w.e.f. 31st May, 2020 and 10th February, 2020, respectively, due to his pre-occupations and manifold commitments.

Shri. Rakesh Kumar Agarwal (DIN-01829157) was appointed as an Additional Whole-time Director of the Company by the Board on 31st May, 2020 for a period of 3 (three) consecutive years upto 30th May, 2023, subject to approval of shareholders at this AGM. The Company has received notice u/s 160 of the Companies Act, 2013 from Shri. Devendra Surana, Director and member of the company proposing his appointment as Director of the Company.

Pursuant to the provision of Section 203 of the Companies Act, 2013, Shri. Rakesh Kumar Agarwal, Additional Whole-time Director (subject to regularization by members at this AGM), Mr. Surendra Bhutoria, Chief Financial Officer and Mr. Subhojeet Bhattacharjee, Company Secretary were formalized as the Key Managerial Personnel of the Company.

APPOINTMENT OF COMPANY SECRETARY:

Mr. Subhojeet Bhattacharjee (Associate Member of the Institute of Company Secretaries of India holding Membership No. A60802) was appointed as the Company Secretary of the Company w.e.f. 9th March, 2020 by the Board of Directors of the company vide a resolution passed in their meeting held on the same day in terms of Section 203 of Companies Act, 2013, read with Rule 3 and Rule 8A of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, and other applicable provisions of the Companies Act, 2013, [including any statutory modification(s) or re-enactment thereof, for the time being in force.]

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The details of loans, guarantees and investments under Section 186 of the Companies Act, 2013 are given in the notes to the financial statements.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All related party transactions that were entered into during the financial year were on arm's length basis and were in ordinary course of business. The disclosure on related party transactions are made in the Financial Statements of the Company. There are no materially significant related party transactions made by the company with promoters, Key managerial personnel or other designated persons which may have potential conflict with interest of company at large.

The particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 is prepared in Form AOC-2 pursuant to clause (h) of the Companies (Accounts) Rules, 2014 and the same is annexed herewith.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There are no significant material changes and commitments occurred between the end of the financial year of the company to which the financial statements relate and the date of the report, affecting the financial position of the company.

BOARD MEETINGS:

During the year 11 (Eleven) Board Meetings were convened and held. The intervening gap between the meetings was within the period prescribed under the Companies Act, 2013.

In respect of each meeting proper notices were given, the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

APPOINTMENT OF INDEPENDENT DIRECTORS:

The provision of Section 149 pertaining to the appointment of Independent Directors does not apply to your Company due to exemption under Rule 4 Sub Rule 2 of Companies (Appointment and Qualification of Directors) Rules, 2014.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that:

- a) In the preparation of the Annual Accounts, the applicable Accounting Standards has been followed along with proper explanation relating to material departures;

- b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors have prepared the annual accounts on a going concern basis; and
- e) The directors has devised a proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

AUDITOR(S) AND AUDITOR(S)' REPORT:

STATUTORY AUDITORS:

The shareholders of the Company at the 10th Annual General Meeting held on 04th July, 2018 approved the appointment of M/s Luharuka & Associates, Chartered Accountants (FRN-001882S) as Statutory Auditors of the Company to hold office till the conclusion of 15th Annual General Meeting to be held in the year 2023.

AUDITORS' REPORT:

There are no qualifications, reservations or adverse remarks made by M/s. Luharuka & Associates, Chartered Accountants, Statutory Auditors of the Company, in their report for the Financial Year ended 31st March, 2020.

FRAUDS REPORTED BY AUDITORS:

During the year, no frauds were reported by the auditors falling under Section 143 of the Companies Act, 2013.

COST AUDITORS:

Under Section 148 of the Companies Act, 2013, read with Companies (Cost Records and Audit) Rules, 2014, the Central Government has prescribed maintenance and audit of cost records to such class(es) of Companies as mentioned in the Table appended to Rule 3 of the said Rules. During the year 2019-20 your Company was outside the purview of the said rule(s).

SECRETARIAL AUDIT REPORT:

Pursuant to the Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, every listed entity and its material unlisted subsidiaries incorporated in India will undertake Secretarial Audit, the Company has appointed Mrs. Rakhi Agarwal, Company Secretary in Practice as Secretarial Auditor to conduct Secretarial Audit of the company for the financial year 2019-20 and 2020-21.

The Secretarial Audit Report issued by Mrs. Rakhi Agarwal, Company Secretary in Practice in Form MR-3 for the Financial Year ended on 31.03.2020 is annexed herewith.

The Secretarial Audit Report does not contain any qualifications, reservation or adverse remarks.

EXTRACT OF ANNUAL RETURN:

The extract of annual return of the Company for the financial year 2019-2020 as provided under sub-section (3) of section 92, in Form No. MGT. 9 is annexed herewith.

CORPORATE SOCIAL RESPONSIBILITY:

The Company does not fall under the criteria specified in Section 135 of the Companies Act, 2013 and hence no policy was developed by the company on corporate social responsibility.

RISK MANAGEMENT:

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM:

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2014 are not applicable to the Company.

PARTICULARS OF EMPLOYEES AND OTHER ADDITIONAL INFORMATION:

The information required to be mentioned in the Board's Report pursuant to Section 197 read with Rule 5 (2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There have been no significant material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company and its future operations.

DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company is committed to uphold and maintain the dignity of woman employees and complies with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The summary of complaints received and disposed of up to 31st March, 2020 were as under:

Number of complaints received	:	Nil
Number of complaints disposed of	:	Not Applicable

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo particulars required under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 is annexed herewith.

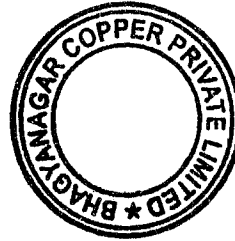
DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

There is an adequate internal control system commensurate with the size of the Company and the nature of business.

ACKNOWLEDGMENTS:

Your Directors place on record their appreciation for the co-operation and assistance received from the bankers, Central and State Government authorities and members during the period under review.

**By Order of the Board
For BHAGYANAGAR COPPER PRIVATE LIMITED**



A handwritten signature in black ink, appearing to read "Devendra Surana".

**DEVENDRA SURANA
CHAIRMAN**

Place: Secunderabad
Date: 16.06.2020

**PARTICULARS IN RESPECT OF CONSERVATION OF ENERGY, TECHNOLOGY
ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

*(Information under Section 134(3) (m) of the Companies Act, 2013,
Read with Rules 8(3) of the Companies (Accounts) Rules, 2014)*

FORM A

1. CONSERVATION OF ENERGY:

Energy conservation measures taken: The Company ensures optimum consumption of power to reduce the cost of maintenance and conserve the resources.

Additional Investments and proposals, if any, being implemented for reduction of consumption of energy: **NIL**

Impact of the clause (1) and (2) above for reduction of energy consumption and consequent impact on the production of goods: **N.A**

2. TECHNOLOGY ABSORPTION:

FORM B

(Disclosure of particulars with respect to technology absorption)

A. RESEARCH AND DEVELOPMENT (R&D)

Specific areas in which R& D carried out by the Company	:	NIL
Benefits derived as a result of the above R& D	:	NIL
Future plan of action	:	NIL
Expenditure on R & D	:	NIL

B. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION

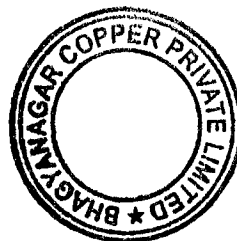
The Company is making all efforts for improving productivity, product quality and reducing consumption of scarce raw material and fuels.

3. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Activities relating to exports, initiatives taken to increase exports, development of new export market for products and services and export plans:

Foreign Exchange inflow	:	NIL
Foreign Exchange Outgo	:	NIL

By Order of the Board
For **BHAGYANAGAR COPPER PRIVATE LIMITED**



Place: Secunderabad
Date: 16.06.2020


DEVENDRA SURANA
CHAIRMAN

FORM NO. AOC-2

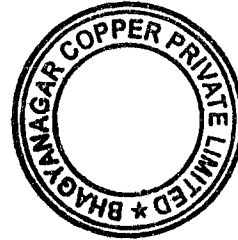
(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis: No transactions.
2. Details of material contracts or arrangement or transactions at arm's length basis:

S. No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or Transactions including the value, if any:	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
1.	Surana Solar Limited (Common Directors)	Purchase of Solar Modules	01.04.2019 - 31.03.2020	Rs. 1,55,40,000	10.05.2019	-
2.	Bhagyanagar India Limited (Holding Company)	Purchase of Copper	01.04.2019 - 31.03.2020	Rs. 26,14,15,175	10.05.2019	-
3.	Bhagyanagar India Limited (Holding Company)	Sale of Copper	01.04.2019 - 31.03.2020	Rs. 55,59,78,537	10.05.2019	-
4.	Bhagyanagar India Limited (Holding Company)	Job Work Charges	01.04.2019 - 31.03.2020	Rs. 3,07,32,947	10.05.2019	-

For and on behalf of the Board of Directors

Place: Secunderabad
Date: 16.06.2020



Devendra Surana
Devendra Surana
Chairman

EXTRACT OF ANNUAL RETURN

As on the financial year ended 31.03.2020

[Pursuant to Section 92(3) of the Companies Act, 2013, and
Rule 12(1) of the Companies (Management and Administration) Rules, 2014]**FORM NO. MGT – 9****I. REGISTRATION AND OTHER DETAILS:**

CIN	U27100MH2008PTC181786
Registration Date	30 th April , 2008
Name of the Company	BHAGYANAGAR COPPER PRIVATE LIMITED (Formerly Known as Aanvik Mercantile Private Limited)
Category/Sub-Category of the Company	Company Limited by shares/ Indian Non-Govt Company.
Address of the Registered Office and contact details	5 th Floor, Surya Towers, Sardar Patel Road, Secunderabad - 500003, Phone:040-27845119/44665750 Email:cs@surana.com
Whether listed company	No
Name, address and contact details of Registrar and Transfer Agent, if any	N.A

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the Business Activities contributing 10% or more of the total turnover of the Company shall be stated:

Name and Description of main Products / Services	NIC Code of the Product / Service	% to total turnover of the Company
Manufacture of Copper and other Copper Products and alloys	24201	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Name and address of the Company	CIN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
Bhagyanagar India Limited	L27201TG1985PLC012449	Holding	100.00	2(46)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity):**i) Category wise Shareholding:**

Category of Shareholders	No. of Shares held at the beginning of the year (01.04.2019)				No. of Shares held at the end of the year (31.03.2020)				%
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	Change during the year
A. PROMOTERS									
(1) Indian									
a) Individual / HUF	-	100	100	0.00	-	100	100	0.00	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt.(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	-	19999900	19999900	100.00	-	19999900	19999900	100.00	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub-Total (A)(1):	-	20000000	20000000	100.00	-	20000000	20000000	100.00	-

(2) Foreign	NIL								
Sub-Total (A)(2):	NIL								
Total Shareholding of Promoters (A) = (A)(1)+(A)(2)		20000000	20000000	100.00	-	20000000	20000000	100.00	-
B. PUBLIC SHAREHOLDING	NIL								
Sub-Total B(2) :	NIL								
Total B=B(1)+B(2):	NIL								
C. SHARES HELD BY CUSTODIANS, AGAINST WHICH	NIL								
GRAND TOTAL (A+B+C) :	-	20000000	20000000	100.00	-	20000000	20000000	100.00	-

ii) Shareholding of Promoters:

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (01.04.2019)			Shareholding at the end of the year (31.03.2020)			% change in shareholding during the year
		No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total shares of the Company	% of Shares Pledged / encumbered to total shares	
1.	Bhagyanagar India Limited	19999900	100	-	19999900	100	-	0.00
2.	Devendra Surana	100	0.00	-	100	0.00	-	0.00

iii) Change in Promoters' Shareholding (Please specify, if there is no change):

Sr. No.	Name of the Share Holder	Shareholding at the beginning of the year. (01.04.2019)		Increase / Decrease in shareholding			Shareholding at the end of the year. (31.03.2020)	
		No. of Shares	% of total shares of the company	Date	No. of shares	Reason	No. of Shares	% of total shares of the company
1.	Devendra Surana	100	0.00	-	-	-	100	0.00
2.	Bhagyanagar India Limited	19999900	100	-	-	-	19999900	100

iv) Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs): Nil

v) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of the Directors	Shareholding at the beginning of the year (01.04.2019)		Change in Shareholding		Shareholding at the end of the year (31.03.2020)	
		No. of Shares	% of total shares of the Company	Increase	Decrease	No. of Shares	% of total shares of the Company
1.	Narender Surana	-	-	-	-	-	-
2.	Devendra Surana	100	0.00	-	-	100	0.00
	Name of the Key Managerial Personnel	Shareholding at the beginning of the year (01.04.2019)		Change in Shareholding		Shareholding at the end of the year (31.03.2020)	

		No. of Shares	% of total shares of the Company	Increase	Decrease	No. of Shares	% of total shares of the Company
3.	Rakesh Kumar Agarwal (WTD)	-	-	-	-	-	-
4.	Surendra Bhutoria (CFO)	-	-	-	-	-	-
5.	Subhojeet Bhattacharjee (CS)	-	-	-	-	-	-

V. INDEBTEDNESS:

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

	Secured Loans excluding deposits (Rs.)	Unsecured Loans (Rs.)	Deposits	Total Indebtedness (Rs.)
Indebtedness at the beginning of the financial year				
i) Principal Amount	8,81,55,659	8,48,06,788	NIL	17,29,62,447
ii) Interest due but not paid	-	-		-
iii) Interest accrued but not due	-	-		-
Total (i+ii+iii)	8,81,55,659	8,48,06,788		17,29,62,447
Change in Indebtedness during the financial year				
Addition	5,16,09,852	16,05,14,191		21,21,24,043
Reduction	-	-		-
Net Change	-	-		-
Indebtedness at the end of the financial year				
i) Principal Amount	13,97,65,511	24,53,20,979		38,50,86,490
ii) Interest due but not paid	-	-		-
iii) Interest accrued but not due	-	-		-
Total (i+ii+iii)	13,97,65,511	24,53,20,979		38,50,86,490

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sr. No.	Particulars of Remuneration	Krupakar Nadimpally Reddy* Whole-Time Director	Rakesh Kumar Agarwal** Whole-Time Director	Total Amount (Rs.)
1.	Gross Salary	-	-	-
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-
	(b) Value of perquisites under Section 17(2) Income Tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961	-	-	-
2.	Stock Options	-	-	-
3.	Sweat Equity	-	-	-

4.	Commission - as % of profit - others, specify....	-	-	-
5.	Others, please specify i. Deferred bonus (pertaining to the current Financial year payable in 2019) ii. Retirals	-	-	-
Total (A)		-	-	-

* Resigned from directorship w.e.f. 31.05.2020

** Appointed as director w.e.f. 31.05.2020

B. REMUNERATION TO OTHER DIRECTORS: NIL

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD:

Sr. No.	Particulars of Remuneration	Surendra Bhutoria CFO (Rs.)	Rachna Kewliya* CS (Rs.)	Subhojeet Bhattacharjee** CS (Rs.)	Total Amount (Rs.)
1.	Gross Salary	-	-	-	-
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-	-
	(b) Value of perquisites under Section 17(2) Income Tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under Section 17(3) Income Tax Act, 1961	-	-	-	-
2.	Stock Options	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission - as % of profit - Others, specify....	-	-	-	-
5.	Others, please specify - Retirals	-	-	-	-
Total (C)		-	-	-	-

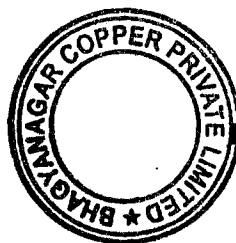
* Resigned as Company Secretary w.e.f. 12.12.2019

** Appointed as Company Secretary w.e.f. 09.03.2020

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

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

By Order of the Board
For BHAGYANAGAR COPPER PRIVATE LIMITED



Devendra Surana

DEVENDRA SURANA
CHAIRMAN

Place: Secunderabad
Date: 16.06.2020



RAKHI AGARWAL
Company Secretary in Practice

6-3-660, Flat 520, Block 4,
Amrit Apartments, Kapadia Lane,
Somajiguda, Hyderabad- 500082
Email: rakhiagarwal79@yahoo.com
Cell: +91 9246530679

Form No. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2020

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

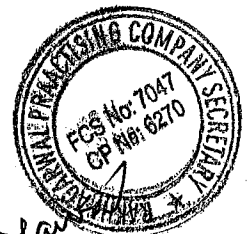
To,
The Members of
Bhagyanagar Copper Private Limited
CIN: U27100TG2008PTC125034
5th Floor, Surya Towers, Sardar Patel Road,
Secunderabad-500003

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Bhagyanagar Copper Private Limited (Material Subsidiary of a Listed Company i.e., Bhagyanagar India Limited)** (hereinafter called the 'Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit. We hereby report that in our opinion, the Company has, during the audit period, covering the financial year ended on 31.03.2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Bhagyanagar Copper Private Limited** ("the Company") for the financial year ended on 31.03.2020, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) Other applicable Acts
 - (a) Factories Act, 1948
 - (b) Industrial Disputes Act, 1947
 - (c) The Payment of Wages Act, 1936
 - (d) The Minimum Wages Act, 1948
 - (e) Employee State Insurance Act, 1948
 - (f) Employees Provident Funds and Miscellaneous Provisions Act, 1952
 - (g) The Payment of Bonus Act, 1965
 - (h) The Payment of Gratuity Act, 1972
 - (i) The Contract Labour (Regulation & Abolition) Act, 1970
 - (j) The Maternity Benefit Act, 1961



- (k) The Child Labour (Prohibition & Regulation) Act, 1986
 - (l) The Industrial Employment (Standing Order) Act, 1946
 - (m) The Employee Compensation Act, 1923
- (iv) The Company's main business is into manufacture of copper, ferrous and non-ferrous metals. Accordingly, the following industry specific major laws are applicable to the Company:
- (a) Hazardous Wastes (Management and Handling) Rules, 1989
 - (b) Environment Protection Act, 1986 and rules made there under
 - (c) The Air (Prevention and control of pollution) Act 1981
 - (d) The water (Prevention and control of pollution) Act 1974

We have relied on the representations made by the Company, its officers and reports of Internal Auditors for systems and mechanism framed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company as mentioned above.

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

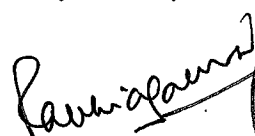
During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.


We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. The decisions at the Board Meetings are carried out unanimously and there were no members dissenting the resolution(s) during the year under review.

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

We further report that, the compliance by the Company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this audit since the same have been subject to review by statutory financial auditors and other designated professionals.


Rakhi Aggarwal
Company Secretary in Practice
FCS No.7047
CP No.6270
UDIN: F007047B000587231



Place: Secunderabad
Date: 10.08.2020

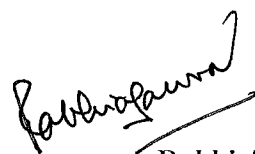
This Report is to be read with our letter of even date which is given as Annexure-A and forms an integral part of this report.

‘ANNEXURE-A’

To
The Members of
Bhagyanagar Copper Private Limited
CIN: U27100TG2008PTC125034
5th Floor, Surya Towers,
Sardar Patel Road,
Secunderabad-500003

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

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



Rakhi Agarwal
Company Secretary in Practice
FCS No.7047
CP No.6270
UDIN: F007047B000587231



Place: Secunderabad
Date: 10.08.2020



Luharuka & Associates
Chartered Accountants

Networking Member of:

Singhi & Associates

Kolkata, India

5-4-187/3&A, 2nd Floor, Soham Mansion, M. G. Road, Ranigunj, Secunderabad - 500 003.

☎ : 040-2754 2635, 2754 1015 E-mail: luharukaca@gmail.com

INDEPENDENT AUDITOR'S REPORT

To the Members of BHAGYANAGAR COPPER PRIVATE LIMITED

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **BHAGYANAGAR COPPER PRIVATE LIMITED** (Earlier 'Aanvik Mercantile Private Limited') ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss including the statement of Other Comprehensive Income, the Cash Flow Statement and the statement of change in Equity for the year then ended and notes to the financial statements, including the 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, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and total comprehensive income (comprising of profit and other comprehensive income) its cash flows and changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibility under those standards are further described in the 'Auditor's Responsibility 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 together with the ethical requirements that are relevant to our Audit of The Financial Statements under the provision of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw our attention to **Note No. 29** of the financial statements, as regards to the management evaluation of COVID – 19 impact on the future performance of the Company. Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our Audit of 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.



Kolkata

New Delhi

Mumbai

Chennai

Guwahati

Bengaluru

Physical Inventory Verification	Principal Audit Procedures
<p>The auditor's responsibility is to ascertain whether the management has satisfactory procedures for physical verification of inventories, so that in the normal circumstances the programme of physical verification will cover all material items of inventories at least once during the year.</p> <p>Due to COVID-19 pandemic and resulting countrywide shutdown, the programme of physical verification of inventories of stores and spares could not be completed.</p> <p>As per relevant Guidance Note, Auditors are advised to witness implementation of physical verification programme; however, due to the unfavourable circumstances our presence was not possible.</p>	<p>Our audit procedures included but are not limited to detailed written confirmations of inventories held by the stores in-charge of different locations.</p> <p>We have tested the effectiveness of controls present for inwards and issues for consumption. We have selected samples of current year purchases present in closing stock and have verified there Goods Receipt Notes and subsequent payments made by the company.</p> <p>We have employed analytical procedures such reconciliation of quantities of opening stock, purchases, consumption and closing stock; comparison of current year gross profit ratio with the gross profit ratio for the previous year; comparison of significant ratios relating to inventories with the similar ratios for other company in the same industry.</p>

We have determined that there are no other key audit matters to communicate in our report.

Other Information

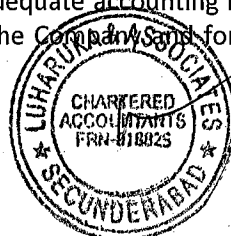
The company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does include the financial statements and our auditor's report thereon.

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 obtain in the 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 the other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with the governance for the financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the companies (Indian Accounting Standards) Rule, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting



frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

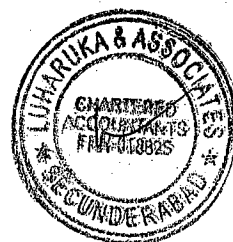
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the company or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

Auditors Responsibilities for the audit of 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 skepticism 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.
- 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 with reference to financial statements system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure B" statement on the matters Specified in paragraphs 3 and 4 of the Order.

As required by section 143(3) of the Act, we further report that:

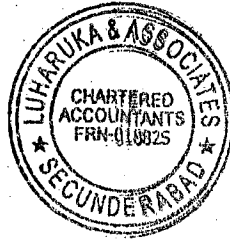
- a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 Companies (Indian Accounting Standards) Rules, 2015, as amended;
- e. on the basis of written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of Section 164(2) of the Act;
- f. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A"; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.



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

- (i) The Company does not have any pending litigations which would impact its financial position.
- (ii) The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- (iii) There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Luharuka & Associates
Chartered Accountants
Firm Reg No:- 01882S



A handwritten signature in black ink, appearing to be "Rameshchand Jain".

Rameshchand Jain
(Partner)

Membership No.023019
UDIN: 20023019AAAABW9909

Place: Secunderabad

Date:16.06.2020

Annexure A - to the Auditors' Report

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

We have audited the internal financial controls with reference to financial statements of **BHAGYANAGAR COPPER PRIVATE LIMITED** (Earlier 'Aanvik Mercantile Private Limited') ("the Company") as of 31 March 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

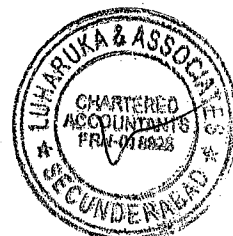
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

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

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

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



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.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For Luharuka & Associates
Chartered Accountants
Firm Reg No:- 01882S

A handwritten signature in black ink, appearing to be 'Rameshchand Jain'.

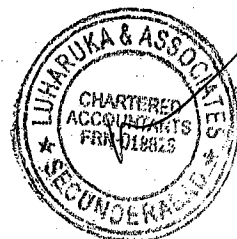
Rameshchand Jain
(Partner)

Membership No.023019
UDIN: 20023019AAAABW9909

Place: Secunderabad
Date:16.06.2020

'Annexure- B' referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March, 2020, we report that

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets ;
(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals. According to the information and explanation given us, no material discrepancies were noticed on such verification;
(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable property held in the name of the company.
- (ii) (a) The inventories have been physically verified at reasonable intervals by the management.
(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (iii) The company did not grant any loan to corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Thus, paragraph 3(iii) of the order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act.
- (vii) (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing the undisputed statutory dues, including Provident Fund, , Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Custom Duty, Excise Duty and other statutory dues, as applicable, with the appropriate authorities in India;
(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty which have not been deposited on account of any disputes.
- (viii) According to the records of the company examined by us and as per the information and explanations given to us, the company has not defaulted in repayment of loans from any financial institution or banks and has not issued debenture.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.



- (xi) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Act. Accordingly, paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has made a private placement of shares by way of increase in paid up share capital during the year. Accordingly, provision of Sec 42 of Companies Act have been complied.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Luharuka & Associates
Chartered Accountants
Firm Reg No:- 01882S



A handwritten signature in black ink, appearing to be "Rameshchand Jain".

Rameshchand Jain
(Partner)
Membership No.023019

UDIN: 20023019AAAABW9909

Place: Secunderabad
Date:16.06.2020

BHAGYANAGAR COPPER PRIVATE LIMITED

(EARLIER AANVIK MERCANTILE PRIVATE LIMITED)

BALANCE SHEET AS AT 31st March, 2020

CIN: U27100MH2008PTC181786

	Note	As at 31st March 2020	As at 31st March 2019
ASSETS			
NON- CURRENT ASSETS			
a. Property, Plant and equipment	5	36,66,86,165	29,86,56,160
b Financial Assets			
- Investments	6	-	1,00,000
- Loans	7	30,00,000	30,00,000
CURRENT ASSETS			
a. Inventory	8	13,61,53,261	2,28,16,367
b Financial Assets			
-Trade Receivables	9	5,21,54,452	-
-Cash and Cash Equivalents	10	5,38,523	40,64,196
c Current Tax Assets	11	9,05,078	1,20,224
d Other Current Asset	12	7,51,71,933	6,08,68,937
TOTAL ASSETS		63,46,09,412	38,96,25,884
EQUITY AND LIABILITIES			
EQUITY			
a. Equity Share Capital	13	20,00,00,000	20,00,00,000
b. Other Equity	14	(36,34,425)	(30,08,721)
LIABILITIES			
NON-CURRENT LIABILITIES			
a. Financial Liabilities			
-Borrowings	15	34,27,44,638	17,29,62,447
CURRENT LIABILITIES			
a Financial Liabilities			
- Borrowings	16	2,67,31,610	-
- Trade Payables	17	2,24,11,587	67,18,154
- Other Current Financial Liabilities	18	4,23,41,852	1,18,35,839
b Other Current Liabilities	19	40,14,150	11,18,165
TOTAL EQUITY AND LIABILITIES		63,46,09,412	38,96,25,884

Significant accounting Policies and Key accounting estimates and Judgements. (1 to 4)

See accompanying notes form an Integral part of the financial statements. (27 to 41)

As per our report of even date attached

For LUHARUKA & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg No.01882S

For and on behalf of the Board

Rameshchand Jain
Partner
M. No. 023019



Narender Surana
Director
DIN : 00075086

Devendra Surana
Director
DIN : 00077296

Place: Secunderabad,
Date : 16.06.2020

BHAGYANAGAR COPPER PRIVATE LIMITED
(EARLIER AANVIK MERCANTILE PRIVATE LIMITED)
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st March, 2020

		Note No.	For the Period ended 31.03.2020	For the Period ended 31.03.2019
I.	REVENUE FROM OPERATIONS	20	1,43,17,14,295	31,78,400
II.	OTHER INCOME	21	17,60,339	1,11,832
III.	TOTAL REVENUE		1,43,34,74,634	32,90,232
IV.	EXPENSES			
	Cost of Raw Materials and Components Consumed	22	1,22,65,76,251	-
	Employee Benefit Expenses	23	1,70,35,097	-
	Finance costs	24	4,14,00,336	3,92,681
	Depreciation		1,51,47,651	20,14,613
	Other expenses	25	13,39,41,003	24,12,452
V.	TOTAL EXPENSES		1,43,41,00,338	48,19,746
VI.	PROFIT BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX		(6,25,704)	(15,29,514)
VII.	PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX		(6,25,704)	(15,29,514)
VIII.	PROFIT BEFORE TAX		(6,25,704)	(15,29,514)
IX.	TAX EXPENSE:		-	
	1. Current tax		-	
X.	PROFIT AFTER TAX		(6,25,704)	(15,29,514)

Significant accounting Policies and Key accounting estimates and Judgements. (1 to 4)

See accompanying notes form an Integral part of the financial statements. (27 to 41)

As per our report of even date attached
For LUHARUKA & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg No.018825

For and on behalf of the Board

Rameshchand Jain
Partner
M. No. 023019



Narender Surana
Director
DIN : 00075086


Devendra Surana
Director
DIN : 00077296

Place: Secunderabad,
Date : 16.06.2020

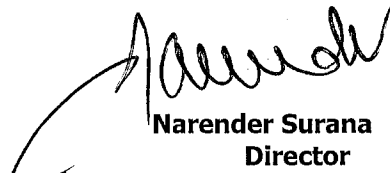
BHAGYANAGAR COPPER PRIVATE LIMITED
(EARLIER AANVIK MERCANTILE PRIVATE LIMITED)
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

	PARTICULARS	For the Year 2019-20	For the Year 2018-19
A	Cash flow from Operating Activities		
	Net profit before tax as per annexed Profit and loss account	(6,25,704)	(15,29,514)
	Add: Adjustments for:		
	Depreciation & Amortisation	1,51,47,651	20,14,613
	Operating profit before working Capital Changes	1,45,21,947	4,85,099
	Loans and Advances and current assets	(1,50,87,850)	(8,17,54,781)
	Inventory	(11,33,36,894)	
	Trade receivables	(5,21,54,452)	
	Trade Payables and Other Current Liabilities	4,90,95,423	1,96,19,596
	Cash generated from Operations	(11,69,61,826)	(6,16,50,086)
	Income Tax Paid (including Prior Period)	-	-
	Net cash (used in)/from Operating Activities(A)	(11,69,61,826)	(6,16,50,086)
B	Cash flow from Investing Activities		
	Sale of investments	1,00,000	
	Purchase of Fixed Assets & Other Capital Expenditure	(8,31,77,656)	(15,83,60,612)
	Net Cash (used in)/from Investing Activities (B)	(8,30,77,656)	(15,83,60,612)
C	Cash flow from Financing Activities		
	Increase (Decrease) in Unsecured Loans	19,65,13,801	17,09,15,024
	Proceeds From Issue of Shares	-	5,30,50,000
	Net Cash (used in)/from Financing Activities (C)	19,65,13,801	22,39,65,024
	Net Increase / Decrease in cash and Cash Equivalents (A+B+C)	(35,25,681)	39,54,326
	Cash and Cash Equivalents Opening Balance	40,64,196	1,09,870
	Cash and Cash Equivalents Closing Balance	5,38,523	40,64,196
	Change in Cash and Cash Equivalents	(35,25,673)	39,54,326

As per our report of even date attached
For LUHARUKA & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg No.01882S


Rameshchandra Jain
Partner
M. No. 023019




Narender Surana
Director
DIN : 00075086


Devendra Surana
Director
DIN : 00077296

Place: Secunderabad,
Date : 16.06.2020

Bhagyanagar Copper Private Limited

Financial Year 2019-20

Significant accounting policies and key accounts, estimates and judgments:

1. Corporate Information

Bhagyanagar Copper Pvt Ltd ("the company") is a Company registered under the companies act, 1956. It was incorporated on 30-04-2008. Bhagyanagar India Limited on 6th February 2018 acquired 100% shareholding of the company. It proposes to engage in the manufacture of copper products. The company's CIN is U40106MH2008PTC181786. It is the subsidiary company of Bhagyanagar India Limited, which is listed on the stock exchange.

2. Basis of preparation

The financial statements are separate financial statements prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time). For all periods up to and including the year ended March 31, 2020, the Company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP). These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

3. Use of estimates and judgments:

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements

4. Significant Accounting Policies:

(a) Revenue Recognition

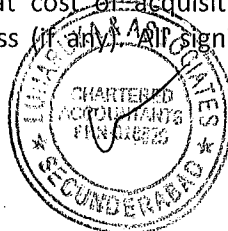
Revenue is recognized and measured at the fair value of the consideration received or receivable, to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Other income:

Other income is comprised primarily of interest income, dividend income, gain / loss on investments and exchange gain/loss on forward and options contracts and on translation of other assets and liabilities. Interest income is recognized using the effective interest method. Dividend income is recognized when the right to receive payment is established.

(b) Property, Plant and Equipment

Property, plant and equipment are stated at cost of acquisition or construction net of accumulated depreciation and impairment loss (if any). All significant costs relating to the



Bhagyanagar Copper Private Limited

Financial Year 2019-20

acquisition and installation of property, plant and equipment are capitalized. Such cost includes the cost of replacing part of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in statement of profit and loss as incurred. The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. The identified components are depreciated over their useful lives, the remaining asset is depreciated over the life of the principal asset.

Depreciation for identified components is computed on straight line method based on useful lives, determined based on internal technical evaluation. Freehold land is carried at cost.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

(c) Investment Properties

Property that is held for long-term rental yields or for capital appreciation or both is classified as investment property. Investment Property is measured at its cost, including related transaction costs and where applicable borrowing costs. Subsequent expenditure is capitalised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized. Investment Properties are depreciated using the straight-line method as per the provisions of Schedule II of the Companies Act, 2013 or based on useful life estimated on the technical assessment.

(d) Intangible Assets

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

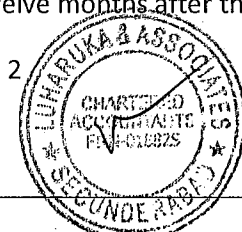
(e) Depreciation and amortization:

Depreciation is provided on the straight-line method over the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013. Depreciation for assets purchased/sold during a period is proportionately charged.

(f) Current versus non-current classification

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

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period, or



Bhagyanagar Copper Private Limited

Financial Year 2019-20

- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period
- All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- The Company classifies all other liabilities as non-current.

(g) Financial assets

Financial assets comprise of cash and cash equivalents.

Initial recognition:

All financial assets are recognised initially at fair value. Purchases or sales of financial asset that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the company commits to purchase or sell the assets.

Subsequent Measurement:

- (i) Financial assets measured at amortised cost: Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortised cost using effective interest rate (EIR) method. The EIR amortization is recognised as finance income in the Statement of Profit and Loss.

The Company while applying above criteria has classified the following at amortised cost:

- a) Trade receivable
- b) Cash and cash equivalents
- c) Other Financial Asset

Impairment of Financial Assets:

Financial assets are tested for impairment based on the expected credit losses.

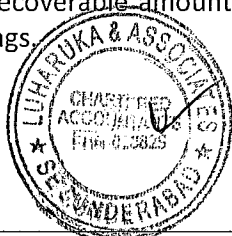
De-recognition of Financial Assets:

A financial asset is primarily de-recognised when the rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

(h) Impairment of Non-Financial Assets

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash generating unit to which the asset belongs.



Bhagyanagar Copper Private Limited

Financial Year 2019-20

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

(i) Cash and Cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Deposits with banks are subsequently measured at amortized cost and short term investments are measured at fair value through statement of profit & loss account.

(j) Financial liabilities

Initial recognition and measurement:

All financial liabilities are recognised initially at fair value and transaction cost that is attributable to the acquisition of the financial liabilities is also adjusted. These liabilities are classified as amortised cost. A preference share that provides for mandatory redemption by the issuer for a fixed or determinable amount at a fixed or determinable future date, or gives the holder the right to require the issuer to redeem the instrument at or after a particular date for a fixed or determinable amount, is a financial liability.

Subsequent measurement:

These liabilities include are borrowings and deposits. Subsequent to initial recognition, these liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss. This category generally applies to borrowings.

De-recognition of financial liabilities:

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

(k) Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

(l) Employee Benefits

Employee benefits are charged to the Statement of Profit and Loss for the year.

Provident Fund



Bhagyanagar Copper Private Limited

Financial Year 2019-20

Retirement benefits in the form of Provident Fund are defined contribution scheme and such contributions are recognised, when the contributions to the respective funds are due. There are no other obligation other than the contribution payable to the respective funds.

Gratuity

The Company has not created any gratuity fund. However adequate provisions have been made in the accounts for gratuity liability. The benefit vests upon completion of five years of continuous service and once vested it is payable to employees on retirement or on termination of employment. In case of death while in service, the gratuity is payable irrespective of vesting.

Compensated absences

Liability in respect of compensated absences becoming due or expected to be availed within one year from the balance sheet date is recognised on the basis of undiscounted value of estimated amount required to be paid or estimated value of benefit expected to be availed by the employees.

Short-term employee benefits

Expense in respect of other short term benefits is recognised on the basis of the amount paid or payable for the period during which services are rendered by the employee.

(m) Income Taxes

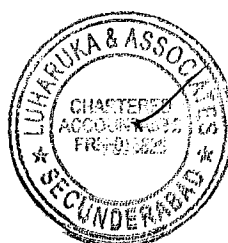
Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax base using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively enacted by the end of reporting period. Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income.

Minimum Alternative Tax (MAT)

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.



Bhagyanagar Copper Private Limited

Financial Year 2019-20

(n) Leases

As a lessee

Leases of property, plant and equipment where the company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to profit or loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

As a lessor

Lease income from operating leases where the company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

Lease-hold land:

Leasehold land that normally has a finite economic life and title which is not expected to pass to the lessee by the end of the lease term is treated as an operating lease. The payment made on entering into or acquiring a leasehold land is accounted for as leasehold land use rights (referred to as prepaid lease payments in Ind AS 17 "Leases") and is amortized over the lease term in accordance with the pattern of benefits provided.

(o) Provisions, contingent assets and contingent liabilities

Provisions are recognized only when there is a present obligation, as a result of past events, and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

Contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Company or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are neither recognized nor disclosed. However, when realization of income is virtually certain, related asset is recognized.

(p) Fair value measurement

In determining the fair value of its financial instruments, the Company uses following hierarchy and assumptions that are based on market conditions and risks existing at each reporting date. Fair value hierarchy:



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All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1—Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2—Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3— Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

(q) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events of bonus issue. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

(r) Cash dividend to equity holders of the Company

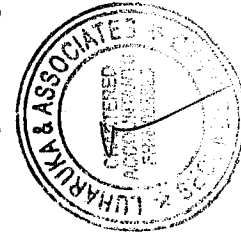
The Company recognises a liability to make cash distributions to equity holders of the Company when the distribution is authorised and the distribution is no longer at the discretion of the Company. Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.



Note: 5 Property, Plant & Equipment

Particulars	Free hold land	Factory Building	Plant & Machinery	Electrical Installation	Plantation	Vehicles	Computers	Grand Total
A. Gross Block								
At 1st April, 2018	12,02,31,000	1,46,81,545	-	-	57,60,000	6,90,842	-	14,13,63,387
Additions	-	2,28,38,826	11,07,51,845	2,70,89,599	-	46,506	86,441	16,08,13,217
Disposals	-	-	-	-	-	-	-	-
At 31st March, 2019	12,02,31,000	3,75,20,371	11,07,51,845	2,70,89,599	57,60,000	7,37,348	86,441	30,21,76,604
Additions	-	1,92,008	6,20,86,164	1,84,12,639	-	24,26,084.00	60,763.00	8,31,77,658
Disposals	-	-	-	-	-	-	-	-
At 31st March, 2020	12,02,31,000	3,77,12,379	17,28,38,009	4,55,02,238	57,60,000	31,63,432	1,47,204	38,53,54,262
B. Depreciation								
At 1st April, 2018	-	9,29,831	-	-	5,76,000	-	-	15,05,831
Charge for the Year	-	9,89,275	2,88,108	70,507	5,76,000	85,245	5,478	20,14,613
Disposals	-	-	-	-	-	-	-	-
At 31st March, 2019	-	19,19,106	2,88,108	70,507	11,52,000	-	-	35,20,444
Charge for the Year	-	23,87,048	92,99,086	25,75,380	5,76,000	26,9504	40,633.00	1,51,47,651
Disposals	-	-	-	-	-	-	-	-
At 31st March, 2020	-	43,06,154	95,87,194	26,45,887	17,28,000	2,69,504	40,633	1,86,68,095
C. Net Block (A-B)								
At 31st March, 2019	12,02,31,000	3,56,01,265	11,04,63,737	2,70,19,092	46,08,000	7,37,348	86,441	29,86,56,160
At 31st March, 2020	12,02,31,000	3,34,06,225	16,32,50,815	4,28,56,351	40,32,000	28,93,928	1,06,571	36,66,86,167

Note:1 Additions to Factory Buildings represents Capitalisation of expenditure incurred for renovation of old building structure.



Notes to Balance Sheet

Note: 6 Investments	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Investment (At Cost)- Non- Trade (Investment in equity instruments in other entities- Unquoted 1000 shares of Rs 100/- each in Excellent Co-operative Bank Ltd)	-	1,00,000
TOTAL	-	1,00,000

Note: 7 Loans	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Unsecured, Considered good.		
(a) Security Deposits	30,00,000	30,00,000
TOTAL	30,00,000	30,00,000

Note: 8 Inventories	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(As Valued and Certified by the Management)		
Raw Materials	11,74,85,262	2,28,16,367
Material - in- Transit	1,86,67,999	
TOTAL	13,61,53,261	2,28,16,367

Note: 9 Trade Receivables	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Unsecured, considered good	5,21,54,452	-
Considered Doubtful		
Less: Provision for Doubtful Receivables	-	
TOTAL	5,21,54,452	-



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Note: 10 Cash and Cash Equivalents	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Cash and Cash Equivalents		
Current Account	82,508	67,360
Cash on hand	2,56,015	64,687
Fixed Deposit - Kotak Bank	-	39,32,149
- HDFC Bank	2,00,000	
TOTAL	5,38,523	40,64,196

Note: 11 Current Tax Assets(Net)	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Income tax Receivable	9,05,078	1,20,224
Less: Provision for Taxes	-	-
TOTAL	9,05,078	1,20,224

Note: 12 Other Current Asset	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Balances with Statutory Authorities	5,13,05,790	3,06,56,024
(b) Advances To Suppliers	2,37,75,943	3,01,56,913
(c) Sundry Advances	90,200	56,000
TOTAL	7,51,71,933	6,08,68,937



13 Share Capital	As at 31st March 2020		As at 31st March 2019	
	Number	Rupees	Number	Rupees
Authorised Equity Shares of Rs. 10 each	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Issued Equity Shares of Rs. 10 each	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Subscribed & Paid up Equity Shares of Rs. 10 each fully paid	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000
Total	2,00,00,000	20,00,00,000	2,00,00,000	20,00,00,000

14 B. Other equity

(amount in Rupees)

	Reserves and Surplus		Total
	Retained Earnings	Capital reserve	
Balance at 1 April 2018 (A)	(5,01,43,502)	4,86,64,295	(14,79,207)
Profit for the year	(15,29,514)	-	(15,29,514)
Other Comprehensive Income (net of tax)	-	-	-
Reserve created during the year	-	-	-
Total Comprehensive Income for the year 2018-19 (B)	(15,29,514)	-	(15,29,514)
Balance at 31 March 2019 C=(A+B)	(5,16,73,016)	4,86,64,295	(30,08,721)
Balance at 1 April 2019 (D)	(5,16,73,016)	4,86,64,295	(30,08,721)
Profit for the year	(6,25,704)	-	(6,25,704)
Other Comprehensive Income (net of tax)	-	-	-
Total Comprehensive Income for the year 2019-20 (E)	(6,25,704)	-	(6,25,704)
Balance at 31st March 2020 F=(D+E)	(5,22,98,720)	4,86,64,295	(36,34,425)

Capital Reserve

Capital Reserve is created from specific transactions of Capital in Nature and the same is not available for distribution to the shareholders.



Note: 15 Non-Current Liabilities - Borrowings	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Loan from holding Company	13,49,01,900	8,48,06,788
(b) Loan from Related Party	11,04,19,079	-
(c) Term Loan - Kotak Bank - HDFC Bank	- 9,74,23,659	8,81,55,659 -
TOTAL	34,27,44,638	17,29,62,447

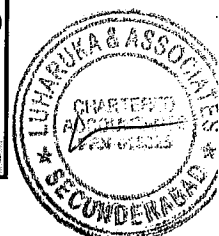
Notes:	Loan from Holding Company	Balance as	Balance as
15 (a)	Name of the company	on 31.03.2020	on 31.03.2019
	Bhagyanagar India Limited	13,49,01,900	8,48,06,788
	Total	13,49,01,900	8,48,06,788
		Balance as	Balance as
		on 31.03.2020	on 31.03.2019
15 (b)	Loan from Related Party		
	Name of the company		
	Surana Infocom Pvt LTD	3,82,92,802	-
	Surana Telecom and Power Ltd	7,21,26,277	-
		11,04,19,079	-

Note: 16 Current Liabilities - Borrowings	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Cash Credit - HDFC Bank	2,67,31,610	-
TOTAL	2,67,31,610	-

Note: 17 Trade Payables	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
For Goods & Services		
- Total Outstanding dues of Micro and Small Enterprises	-	-
- Total Outstanding dues of Creditors Other than Micro and Small Enterprises	2,24,11,587	67,18,154
TOTAL	2,24,11,587	67,18,154

Note: The amount includes payable to Related Party - Surana Solar Limited Rs.1,28,40,000

Note: 18 Other Financial Liabilities	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Current Maturities on Long Term Debt		
(i) Term loan - Kotak Bank	-	1,18,35,839
- HDFC Bank	4,23,41,852	
TOTAL	4,23,41,852	1,18,35,839



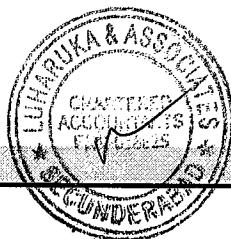
Bhagyanagar Copper Private Limited - March 2020

Note: 19 Other Current Liabilities	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
(a) Statutory Dues Payable	6,49,879	11,07,574
(b) Liability For Expense	27,20,439	10,591
(c) Advance from Customers	6,43,832	-
TOTAL	40,14,150	11,18,165

Note: 20 Revenue from Operations	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
(a) Sale of Products		
Copper Products	1,64,30,23,914	-
Jobwork Charges Received	4,22,20,013	37,50,512
GROSS SALES	1,68,52,43,927	37,50,512
Less: Sales Tax/ GST	25,35,29,632	5,72,112
NET SALES	1,43,17,14,295	31,78,400
TOTAL	1,43,17,14,295	31,78,400

Note: 21 Other Income	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
(a) Interest on Fixed Deposits	2,48,618	96,832
(b) Dividend Income	-	15,000
(c) Sundry Balances Written Back	2,92,152	-
(d) Foreign Exchange Fluctuation Gain	12,19,569	-
TOTAL	17,60,339	1,11,832

Note: 22 Cost of Raw Materials and Components Consumed	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
Opening Stock Raw Materials	2,28,16,367	-
Add:Purchases	1,33,99,13,145	2,28,16,367
Less:Closing Stock Raw Materials	13,61,53,261	2,28,16,367
TOTAL	1,22,65,76,251	-



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Note: 23 Employee Benefits Expense	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
(a) Salaries, Wages and Other Employee Benefits	1,64,82,484	-
(b) Contribution To Provident And Other Funds	5,52,613	-
TOTAL	1,70,35,097	-

Note: 24 Finance Costs	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
(a) Interest Expense		
- Cash Credit & Others	28,77,164	3,92,160
- Borrowings from Related Parties	2,03,54,426	-
(b) Other Borrowing Costs		
- Long Term Loan -HDFC Bank	1,45,03,664	-
(c) Financial Charges	36,65,082	521
TOTAL	4,14,00,336	3,92,681

Note: 25 Other Expenses	For the PERIOD 31.03.2020 Rs.	For the PERIOD 31.03.2019 Rs.
Consumption Of Stores And Spare Parts	74,28,369	-
Power And Fuel	7,23,01,959	4,27,495
Repairs		
Buildings	51,95,207	-
Machinery	2,14,33,953	-
Others ✓	62,66,149	-
Insurance	6,07,273	-
Rates And Taxes ✓	9,83,653	18,78,882
Packing And Forwarding	67,19,995	-
Other Miscellaneous Expenses	1,29,54,445	91,075
Payments To The Auditor for Statutory Audit	50,000	15,000
TOTAL	13,39,41,003	24,12,452

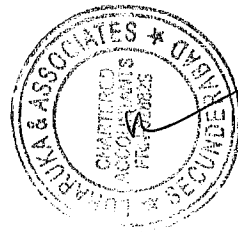


26 Financial Instruments by Category

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximates of fair values:

Particulars	(Amount in Rupees)			
	Carrying value		Fair value	
	31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
Investments	-	1,00,000	-	1,00,000
Loans	30,00,000	30,00,000	30,00,000	30,00,000
Total Financial Assets	30,00,000	31,00,000	30,00,000	31,00,000
Lease Deposit	-	-	-	-
Total Financial Liabilities	-	-	-	-

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.



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Notes Forming part of Financial Statements

27. Related party transactions

a. List of Related Parties:

- i. **Holding Company:** Bhagyanagar India Limited
- ii. **Key Managerial Personnel** Narender Surana & Devendra Surana
- iii. **Enterprises owned or significantly influenced by key management personnel or their relatives:**
 - Surana Telecom and Power Limited
 - Surana Solar Limited
 - Metropolitan Ventures India Limited
 - Solar Dynamics Private Limited
 - Bhagyanagar Properties Limited
 - Surana Solar Systems Private Limited
 - Scientia Infocom India Private Limited
 - Bhagyanagar Metals Limited

b. Transactions with Related parties:

Nature of Transaction	Holding Company		Enterprises in which KMP or their relatives have significant influence	
	2019-20	2018-19	2019-20	2018-19
Loans or Advances				
Balance at the beginning of the Year (Cr)	8,48,06,788/-	20,47,423/-	-	-
Received during the Year	5,00,95,112/-	8,27,59,365/-	18,35,65,079/-	-
Given during the Year	Nil	-NIL-	7,31,46,000/-	-
Balance at the end of the Year (cr)	13,49,01,900/-	8,48,06,788/-	11,04,19,079/-	-
Purchase of solar Modules	-	-	1,55,40,000/-	-
Purchase	26,14,15,175/-		-	
Sale	55,59,78,537/-		-	
Job Work	3,07,32,947/-		-	
Interest expense	1,61,34,948/-		42,19,478/-	

28. Disclosure required under Section 186(4) of the Companies Act 2013

Disclosure pursuant to Securities Exchange Board Of India (Listing Obligation and Disclosure Requirement and Regulation 2015) and Section 186 of the Companies Act 2013 is disclosed in note no: 27

29. In the opinion of Board of Directors and to the best of their knowledge and belief, the value on realization of current assets, loans and advances in the ordinary course of business, would not be less than the amount at which the same are stated in the Balance Sheet.



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30. Earnings Per Share (EPS)

Particulars	Amount (INR)	
	2019-20	2018-19
Net Profit after Tax	(6,25,704)	(15,29,514)
Net Profit after Tax available for equity share holders - For Basic and Diluted EPS	(6,25,704)	(15,29,514)
Weighted Average No. Of Equity Shares For Basic EPS (No.)	2,00,00,000	2,00,00,000
Weighted Average No. Of Equity Shares For Diluted EPS (No.)	2,00,00,000	2,00,00,000
Nominal Value of Equity Shares	20,00,00,000	20,00,00,000
Basic Earnings Per Equity Share	-	-
Diluted Earnings Per Equity Share	-	-

31. Contingent Liabilities and Commitments (to the extent not provided for)

Particulars	As at 31-03-2020	As at 31-03-2019
	Rupees	Rupees
Contingent Liabilities	-NIL-	-NIL-
Commitments:		
Estimated amount of contracts remaining to be executed for Project in Progress	-NIL-	-NIL-

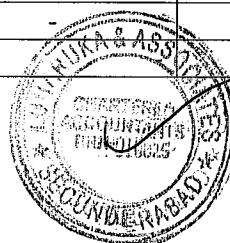
32. Raw material consumed during the year

Figures in Rupees			
Sl.No.	Particulars	2019-20	2018-19
I	Copper	121,35,92,723	-
ii	Others	1,29,83,528	-
iii	Inter Unit Transfers		-
	(a) Copper Rod / Wires	-	-
	(b) Others	-	-
	SUB-TOTAL	122,65,76,251	-
	Less: Inter Unit Purchases	-	-
	TOTAL	122,65,76,251	-

33. Details of imported and indigenous raw materials, spares and packing materials consumed

Figures in Rupees

Particulars	2019-20		2018-19	
	Value	% of Total Consumption	Value	% of Total Consumption
Raw materials & Components				
(a) Imported	44,83,34,900	37	-	-
(b) Indigenous	77,82,41,351	63	-	-
TOTAL	122,65,76,251	100		



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Stores & Spare Parts (including consumed for repair)				
(a) Imported	4,20,291	3	-	-
(b) Indigenous	1,25,63,238	97	-	-
TOTAL	1,29,83,529	100	-	-

34. CIF Value of Imports

Figures in Rupees

Particulars	2019-20	2018-19
Raw material / Traded Goods	44,83,34,900	-
Stores & Spares	4,20,291	-
Total	62,47,94,219	-

35. Segment Reporting:

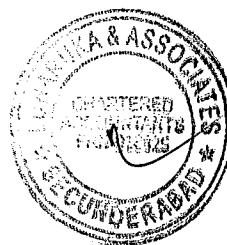
The Company is primarily proposes to engage in the manufacture of copper products which as per Indian Accounting Standard – 108 on 'Operating Segments' is considered to be the only reportable business segment. The Company is operating in India which is considered as a single geographical segment.

36. Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance and support Company's operations. The Company's principal financial assets include inventory, trade and other receivables, cash and cash equivalents and land advances and refundable deposits that derive directly from its operations. The Company is exposed to market risk, credit risk and liquidity risk.

A. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: interest rate risk and other price risk, such as equity price risk and commodity/ real-estate risk. Financial instruments affected by market risk include loans and borrowings and refundable deposits.



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Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings. The Company does not enter into any interest rate swaps.

B. Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including refundable joint development deposits, security deposits, loans to employees and other financial instruments.

Trade receivables

- Receivables resulting from sale of properties: Customer credit risk is managed by requiring customers to pay advances before transfer of ownership, therefore, substantially eliminating the Company's credit risk in this respect.
- Receivables resulting from other than sale of properties: The firm has established credit limits for customers and monitors their balances on ongoing basis. Credit Appraisal is performed before leasing agreements are entered into with customers. The risk is also marginal due to customers placing significant amount of security deposits for lease and fit out rentals.

Financial Instrument and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's Finance department in accordance with the Company's policy. Investments of surplus funds are reviewed and approved by the Company's Board of Directors on an annual basis. The Company's maximum exposure to credit risk for the components of the statement of financial position at 31 March 2020 and 2019 is the carrying amounts.

C. Liquidity risk

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank deposits and loans.

The table below summarizes the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

Year Ended	Amount (INR)				
	On Demand	3 to 12 Months	1 to 5 Years	>5 Years	Total
31-Mar-20					
Borrowings	2,67,31,610	4,23,41,852	34,27,44,638		41,18,18,100
31-Mar-19					
Borrowings	-	1,18,35,839	17,29,62,447		18,47,98,286



Bhagyanagar Copper Private Limited

Financial Year 2019-20

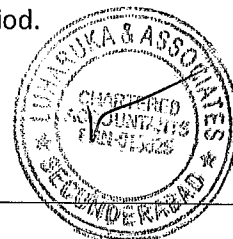
37. Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximize the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents.

Particulars	Amount (INR)	
	31-Mar-20	31-Mar-19
Borrowings (Long term and Short term including Current maturity of Long term Borrowings)	38,50,86,490	18,47,98,286
Note 15		
Other Payable (current and non-current, excluding current maturity of long term borrowings)	5,31,57,347	78,36,319
Note 16,17,18,19		
Less: Cash and Cash Equivalents	5,38,515	40,64,196
Net Debt	43,77,05,322	18,85,70,409
Equity Share capital	20,00,00,000	20,00,00,000
Other Equity	(36,34,425)	(30,08,721)
Total Capital	19,63,65,575	19,69,91,279
Capital and Net debt	63,40,70,897	38,55,61,688
Gearing ratio (in %)	69.03	48.91

38. Impact of COVID-19: The outbreak of novel Coronavirus (COVID-19) pandemic globally and in India and the consequent lockdown restrictions imposed by national governments is causing significant disturbance and slowdown of economic activity across the globe. The Company has assessed the possible effects that may arise from the COVID-19 pandemic on the business. As on the current date, based on the assessment, the Company has concluded that the impact of COVID – 19 pandemic is not material on the carrying value of the assets of the business, however this has effected the operations of the company and has had impact on sales and profitability among others. Due to the nature of the pandemic and the resultant operational guidelines that may be announced by the governments in future, the Company will continue to monitor the developments to identify significant impact, if any in the future period.



Bhagyanagar Copper Private Limited

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39. The management has considered the possible effects, if any, that made result from the pandemic relating to COVID-19 on the carrying amount of trade receivables and inventories. In developing the assumptions and estimates relating to the uncertainty as at the balance sheet date in relation to the recoverable amount of these assets. The management has considered the global economic conditions prevailing as that the date of approval of these financial results and has used internal and external source of information to the extent determined by it. The actual outcome of these assumptions and estimate may vary in future due to the impact of the pandemic.
40. The company's unit which has to suspend operations temporarily due to government directives relating to COVID-19, have since resume partial operations, as per the Guidelines and norms prescribed by the government authorities
41. Previous year's figures have been regrouped and rearranged, wherever found necessary.

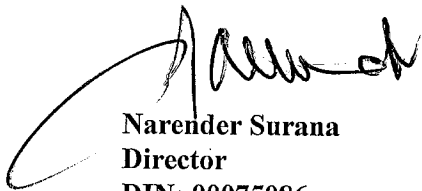
As per our report of even date attached

For Luharuka & Associates

**for and on behalf of the BOD of
Bhagyanagar Copper Private Limited,**

Chartered Accountants,


Rameshchand Jain
Partner
M. No. 023019
Firm Reg No.01882S


Narender Surana
Director
DIN: 00075086


Devendra Surana
Director
DIN: 00077296

Place: Secunderabad,
Date : 16.6.2020

