

## INDEPENDENT AUDITOR'S REPORT

To  
The Board of Directors  
Behari Lal Engineering Limited (formerly known as Behari Lal Engineering Private Limited) (formerly known as Behari Lal Ispat Private Limited)  
Village Salani, Amloh Road,  
Mandi Gobindgarh-147301, Punjab

We have audited the accompanying Special Purpose Ind AS Financial Statements of **Behari Lal Engineering Limited (formerly known as Behari Lal Engineering Private Limited) (formerly known as Behari Lal Ispat Private Limited) (CIN: U27109PB1995PLC016490)**, which comprise the balance sheet as at March 31, 2023, and the statement of profit and loss (including other comprehensive income), the statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the special purpose financial statements").

These special purpose financial statements have been prepared by the Management of the Company in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with the rules made thereunder and other accounting principles generally accepted in India (collectively referred to as "Ind AS"), solely for the purpose of inclusion in the draft red herring prospectus (DRHP) to be filed by the Company with the Securities and Exchange Board of India (SEBI) under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("SEBI ICDR Regulations"), in connection with the proposed Initial Public Offering (IPO) of the Company's equity shares.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the state of affairs, results of operations and cash flows of the Company in accordance with Ind AS and the requirements of SEBI's communication to the Association of Investment Bankers of India (AIBI); this includes the design, implementation and maintenance of internal control 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.



## **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Standards on Auditing issued by the Institute of Chartered Accountants of India (ICAI). Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Emphasis of Matter**

We draw attention to Note 2.1 to the Special Purpose Ind AS Financial Statements, which describes the basis of preparation of these Financial Statements and the fact that they are not intended to be a presentation in accordance with the Companies Act, 2013. As a result, the special purpose financial statements may not be suitable for any other purpose.

Our opinion is not modified in respect of this matter.

## **Restriction on Distribution and Use**

This report is intended solely for the information and use of the Board of Directors of the Company and for inclusion in the draft red herring prospectus to be submitted to SEBI and the stock exchanges in connection with the proposed IPO of the Company's equity shares and is not intended to be and should not be used by anyone other than these specified parties or for any other purpose.

## **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the special purpose financial statements give a true and fair view, in all material respects, of the financial position of the Company as at March 31, 2023, and its financial performance including other comprehensive income, its changes in equity and its cash



flows for the years and period then ended in accordance with the Ind AS, as described in the Basis of Preparation of the special purpose financial statements.

**For M/s Ashwani & Associates**  
**Chartered Accountants**  
Firm's Registration No: 000497N



**Aditya Kumar**  
**Partner**

Membership No.:506955

UDIN: 25506955BMMIBO8612

Date: September 8, 2025

Place of Signature: Ludhiana

**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
CIN: U27109PB1995PLC016490

**Special Purpose Balance Sheet as at 31st March 2023**

All amounts in INR Millions, unless otherwise stated

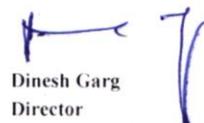
Particulars	Note No.	As at 31-Mar-2023	As at 31-Mar-2022
<b>ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment	3.1	599.56	232.10
(b) Capital work-in-progress	3.2	52.68	-
(c) Financial assets			
(i) Investments	4	29.49	-
(ii) Other financial assets	5	29.27	21.39
(d) Other non-current assets	6	4.14	5.81
<b>Total non-current assets</b>		<b>715.14</b>	<b>259.30</b>
<b>2 Current assets</b>			
(a) Inventories	7	599.12	422.08
(b) Financial assets			
(i) Trade receivables	8	656.75	454.29
(ii) Cash and cash equivalents	9	19.40	2.00
(iii) Bank balances other than (ii) above	10	3.49	3.34
(iv) Other financial assets	11	2.31	0.14
(c) Current tax assets (net)	12	-	2.56
(d) Other current assets	13	36.24	4.56
<b>Total current assets</b>		<b>1,317.31</b>	<b>888.97</b>
<b>TOTAL ASSETS</b>		<b>2,032.45</b>	<b>1,148.27</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	14	40.00	40.00
(b) Other equity	15	1,126.45	707.95
(c) Equity share capital to be issued pursuant to the scheme of Arrangement for Amalgamation	16	29.49	-
<b>Total equity</b>		<b>1,195.94</b>	<b>747.95</b>
<b>Liabilities</b>			
<b>1 Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	17	303.83	133.63
(b) Provisions	18	5.33	4.58
(c) Deferred tax liabilities (net)	19	8.66	3.28
<b>Total non-current liabilities</b>		<b>317.82</b>	<b>141.49</b>
<b>2 Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	20	332.56	59.82
(ii) Trade payables			
(A) Total outstanding dues of micro enterprises and small enterprises	21	24.21	10.17
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises		90.07	113.98
(iii) Other financial liabilities	22	42.08	37.19
(b) Other current liabilities	23	23.63	34.67
(c) Provisions	24	3.27	3.00
(d) Current tax liabilities (net)	12	2.87	-
<b>Total current liabilities</b>		<b>518.69</b>	<b>258.83</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,032.45</b>	<b>1,148.27</b>

Corporate information 1  
Material accounting policies 2  
See accompanying notes forming part of special purpose Ind AS financial statements

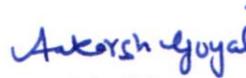
As per our report of even date attached  
For Ashwani & Associates  
Chartered Accountants  
Firm Registration Number: 000497N

  
Aditya Kumar  
Partner  
Membership Number: 500955

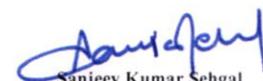
For and on behalf of the Board of Directors  
Behari Lal Engineering Limited  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

  
Dinesh Garg  
Director  
DIN - 00215117

  
Lovlish Garg  
Director  
DIN - 02000916

  
Aakarsh Goyal  
Chief Financial Officer

  
Bhuvnesh Garg  
Chief Executive Officer

  
Sanjeev Kumar Sehgal  
Company Secretary and Compliance Officer  
Membership No. A68134

Place : Ludhiana  
Date : 8th September, 2025

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Date : 8th September, 2025

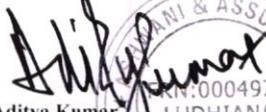
**BEHARI LAL ENGINEERING LIMITED**  
(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)  
(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)  
CIN: U27109PB1995PLC016490

Special Purpose Statement of Profit and Loss for the year ended 31st March 2023  
All amounts in INR Millions, unless otherwise stated

Particulars	Note No.	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Income:</b>			
I Revenue from operations	25	4,629.28	3,329.32
II Other income	26	45.34	40.74
III <b>Total Income (I+II)</b>		<b>4,674.62</b>	<b>3,370.06</b>
<b>Expenses:</b>			
IV Cost of materials consumed	27	3,236.52	1,576.46
Purchase of stock-in-trade		100.24	765.45
Changes in inventories of finished goods, work in progress and stock in trade	28	(65.77)	(17.56)
Employee benefits expense	29	165.74	108.55
Finance cost	30	33.83	30.62
Depreciation and amortization expense	31	77.36	31.52
Other expenses	31	744.45	579.29
<b>Total expenses (IV)</b>		<b>4,292.37</b>	<b>3,074.33</b>
V <b>Profit before exceptional items and tax (III-IV)</b>		382.25	295.73
VI <b>Exceptional items</b>		-	-
VII <b>Profit before tax (V-VI)</b>		<b>382.25</b>	<b>295.73</b>
<b>Tax expense:</b>			
VIII Current tax		94.86	75.10
Deferred tax		(1.61)	0.33
Earlier Year Tax		0.99	1.30
<b>Total tax expense (VIII)</b>	32	<b>94.24</b>	<b>76.73</b>
IX <b>Profit for the period (VII-VIII)</b>		<b>288.01</b>	<b>219.00</b>
<b>Other Comprehensive Income / (loss)</b>			
X A Items that will not be reclassified to profit or loss			
i) Remeasurement gain/(loss) of defined benefit obligation		2.40	1.38
ii) Income tax relating to items that will not be reclassified to profit or loss	32	(0.60)	(0.35)
<b>Total other comprehensive income/(loss) for the year, net of tax (X)</b>		<b>1.80</b>	<b>1.03</b>
XI <b>Total Comprehensive Income for the period (IX+X)</b>		<b>289.81</b>	<b>220.03</b>
<b>Earnings per equity share of ₹10/- each</b>			
XII - Basic ₹	33	41.45	54.75
- Diluted ₹		41.45	54.75
Weighted average equity shares used in computing earnings per equity share (refer note no. 33)			
- Basic		69,49,000	40,00,000
- Diluted		69,49,000	40,00,000

Corporate information 1  
Material accounting policies 2  
See accompanying notes forming part of special purpose Ind AS financial statements

As per our report of even date attached  
For Ashwani & Associates  
Chartered Accountants  
Firm Registration Number: 000497N

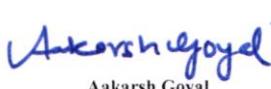
  
Aditya Kumar  
Partner  
Membership Number 506955



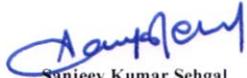
For and on behalf of the Board of Directors  
Behari Lal Engineering Limited  
(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)  
(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)

  
Dinesh Garg  
Director  
DIN - 00215117

  
Lovlish Garg  
Director  
DIN - 02000916

  
Aakarsh Goyal  
Chief Financial Officer

  
Bhuvnesh Garg  
Chief Executive Officer

  
Sanjeev Kumar Sehgal  
Company Secretary and Compliance Officer  
Membership No. A68134

Place : Ludhiana  
Date : 8th September, 2025

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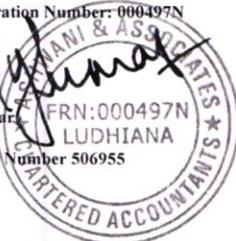
**Special Purpose Cash flow statement for the year ended 31st March 2023**  
 All amounts in INR Millions, unless otherwise stated

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Cash flow from operating activities</b>		
Profit before tax	382.25	295.73
Adjustments for:		
Depreciation and amortisation expense	77.36	31.52
Unrealised foreign exchange (Gain)/Loss on foreign currency rate fluctuation	1.26	0.53
Net (Gain)/Loss on fair valuation of investments measured at fair value through profit or loss	(3.10)	-
Liabilities no longer required written back	-	(2.97)
Net (Gain)/Loss on Propertv. plant and equipment sold and held for sale	(0.02)	-
Interest expense	33.83	30.62
Interest income	(3.09)	(1.46)
Gratuity	2.56	1.86
	108.80	60.10
<b>Operating profit before working capital changes</b>	<b>491.05</b>	<b>355.83</b>
Changes in working capital:		
Increase/(Decrease) in trade payables and other liabilities	(44.78)	(28.31)
Decrease/(Increase) in trade and other receivables	(167.29)	53.60
Decrease/(Increase) in inventories	(55.21)	(71.66)
	(267.28)	(46.37)
<b>Cash generated from operations</b>	<b>223.77</b>	<b>309.46</b>
Income tax paid (net)	(89.94)	(82.24)
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>133.83</b>	<b>227.22</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment including intangible assets and Capital work in progress	(216.68)	(71.51)
Proceeds from sale of property, plant and equipment	0.45	-
Interest received	3.09	1.46
Net payments for capital advances	-	-
<b>Bank balances not considered as cash and cash equivalents:</b>		
(Increase)/Decrease in deposit with banks, having original maturity more than three months but less than twelve months	-	-
(Increase)/Decrease in deposit with banks, having original maturity more than twelve months	-	-
(Increase)/Decrease in deposit with banks, having original maturity more than twelve months but remaining maturity of less than twelve months	0.46	(0.13)
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(212.68)</b>	<b>(70.18)</b>
<b>Cash flow from financing activities</b>		
Proceeds from issuance of share capital	-	-
Proceeds from non current borrowings	27.22	12.25
Repayment of non current borrowings	-	(118.95)
Proceeds/(Repayment) of current borrowings	97.94	(21.29)
Interest paid	(31.94)	(30.61)
<b>Net cash flow from/(used in) financing activities (C)</b>	<b>93.22</b>	<b>(158.60)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>14.37</b>	<b>(1.56)</b>
Cash and cash equivalents at the beginning of the period	5.03	3.56
<b>Cash and cash equivalents at the end of the period *</b>	<b>19.40</b>	<b>2.00</b>
* Comprises		
Balances with banks in current account	17.37	0.08
Cash on hand	2.03	0.21
Cheque In Hand		1.71
	19.40	2.00

See accompanying notes to the special purpose Ind AS financial statements

As per our report of even date attached  
 For Ashwani & Associates  
 Chartered Accountants

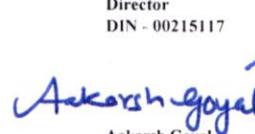
Firm Registration Number: 000497N

  
 Aditya Kumar  
 Partner  
 Membership Number 506955  


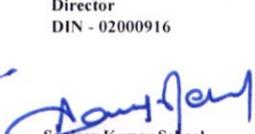
For and on behalf of the Board of Directors  
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 Chief Financial Officer

  
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 Chief Executive Officer

  
 Sanjeev Kumar Sehgal  
 Company Secretary and Compliance Officer  
 Membership No. A68134

Place : Ludhiana  
 Date : 8th September, 2025

Place : Ludhiana  
 Date : 8th September, 2025

**Special Purpose Statement of Changes in Equity**  
 All amounts in INR Millions, unless otherwise stated

**A. Equity Share capital**

**(1) For the year ended 31-Mar-2023**

Balance as at beginning of the previous year 01-Apr-2022	Pursuant to scheme of merger#	Balance as at beginning of the previous year 01-Apr-2022 (Post Merger)	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance as at the end of the previous year 31-Mar-2023
40.00	-	40.00	40.00	40.00	-	40.00

**(2) For the year ended 31-Mar-2022**

Balance as at beginning of the previous year 01-Apr-2021	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the previous reporting period	Changes in equity share capital during the previous year	Balance as at the end of the previous year 31-Mar-2022
40.00	-	40.00	-	40.00

**B. Other Equity**

**(1) For the year ended 31-Mar-2023**

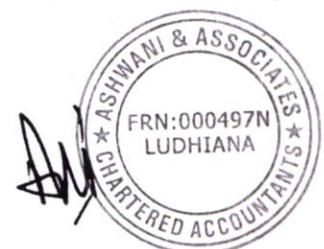
Statement of changes in Other Equity for the year ended 31-Mar-2023						
Particulars	Other equity					Total
	Reserves and Surplus					
	Equity Component of Compound financial Instruments	Capital reserve	Securities premium	Retained Earnings	Remeasurement of Defined benefit obligation	
Balance as at beginning of the current year 01-Apr-2022	-	4.90	83.84	620.00	(0.79)	707.95
Pursuant to scheme of merger#	52.30	-	-	95.63	1.85	149.78
Difference between the net identifiable assets acquired and consideration paid on merger#	-	-	-	(21.09)	-	(21.09)
Balance as at beginning of the current year 01-Apr-2022 (Post)	52.30	4.90	83.84	694.54	1.06	836.64
Remeasurement gain/(loss) of defined benefit obligation (net of)	-	-	-	-	1.80	1.80
Profit for the year transferred from statement of profit and loss	-	-	-	288.01	-	288.01
Balance as at the end of the current year 31-Mar-2023	52.30	4.90	83.84	982.55	2.86	1,126.45

**(2) For the year ended 31-Mar-2022**

Statement of changes in Other Equity for the year ended 31-Mar-2022						
Particulars	Other equity					Total
	Reserves and Surplus					
	Equity Component of Compound financial Instruments	Capital reserve	Securities premium	Retained Earnings	Remeasurement of Defined benefit obligation	
Balance as at beginning of the previous year 01-Apr-2021	-	4.90	83.84	401.00	(1.82)	487.92
Remeasurement gain/(loss) of defined benefit obligation (net of)	-	-	-	-	1.03	1.03
Profit for the year transferred from statement of profit and loss	-	-	-	219.00	-	219.00
Balance as at the end of the previous year 31-Mar-2022	-	4.90	83.84	620.00	(0.79)	707.95

# refer note no. 46

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**BEHARI LAL ENGINEERING LIMITED**  
 (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)  
 (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)  
 CIN: U27109PB1995PLC016490

**Special Purpose Statement of Changes in Equity**

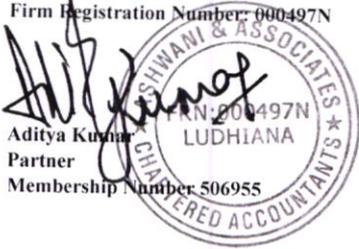
**C. Equity share capital to be issued pursuant to the scheme of Arrangement for Amalgamation#**

**(1) For the year ended 31-Mar-2023**

Balance as at beginning of the previous year 01-Apr-2022 (Pre Merger)	Pursuant to scheme of merger#	Balance as at beginning of the previous year 01-Apr-2022 (Post Merger)	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Balance as at the end of the previous year 31-Mar-2023
-	29.49	29.49	-	29.49	29.49

#refer note no. 46

As per our report of even date attached  
 For Ashwani & Associates  
 Chartered Accountants  
 Firm Registration Number: 000497N

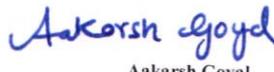


Aditya Kumar  
 Partner  
 Membership Number: 506955

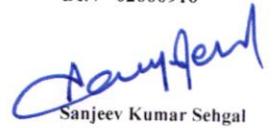
For and on behalf of the Board of Directors  
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Place : Ludhiana  
 Date : 8th September, 2025

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 Date : 8th September, 2025

**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

**1. Corporate Information**

BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) ("the Company") (CIN: U27109PB1995PLC016490) (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED from 4<sup>th</sup> September, 2024 to 20<sup>th</sup> September, 2024) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED till 3<sup>rd</sup> September, 2024) is an unlisted public company domiciled in India and incorporated under the provisions of Companies Act. The registered office of the Company is situated at Village- Salani Amloh Road, Mandi Gobindgarh, Punjab, India-147301. The Company is engaged in the business of manufacturing and trading of Iron and Steel products such as Ingot, Steel Casting, Metal Rolls and Alloy and Non-Alloy Round, Flat, Hex and Square etc.

The Special Purpose Ind AS Financial Statements are approved for issue by Companies Board of Directors on September 8, 2025.

**2. A. Material accounting policies / critical accounting estimates and judgements**

**I. Statement of Compliance**

The Special Purpose Ind AS Financial Statements of the company comprise the balance sheet as at March 31, 2023, and the statement of profit and loss (including other comprehensive income), the statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the special Ind AS purpose financial statements").

The Special Purpose Ind AS Financial Statement have been prepared by the Company after giving into effect to the recognition and measurement principle of the Indian Accounting Standards ("IND AS") prescribed under section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standard) Rules, 2015, as amended from time to time.

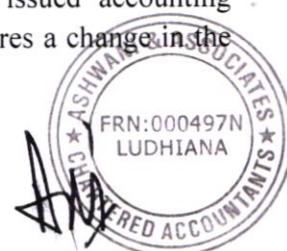
The above Financial were prepared under previous GAAP and in compliance with Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, solely for the purpose of inclusion in the draft red herring prospectus (DRHP) to be filed by the Company with the Securities and Exchange Board of India (SEBI) in connection with the proposed Initial Public Offering (IPO) of the Company's equity shares.

The Special Purpose Ind AS Financial Statements have been prepared on going concern basis and all the applicable Ind AS effective as on the reporting dates have been complied with.

**II. Basis of preparation of Special Purpose Ind AS Financial Statements**

The Special Purpose Ind AS Financial Statements have been prepared under the historical cost convention on accrual basis except for certain financial instruments which are measured at fair value.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or revision to an existing accounting standard requires a change in the accounting policy hitherto in use.



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

Special Purpose Ind AS Financial Statements, which describes the basis of preparation of these Financial Statements and the fact that they are not intended to be a presentation in accordance with the Companies Act, 2013. As a result, the special purpose financial statements may not be suitable for any other purpose.

**III. Functional and presentation currency**

The functional currency of the company is Indian rupee (₹). The Special Purpose Ind AS Financial Statements are presented in Indian rupees (₹) and all values are rounded to nearest million to two decimals, unless otherwise stated.

**IV. Use of estimates and judgements**

The preparation of Special Purpose Ind AS Financial Statements, in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements 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 Special Purpose Ind AS Financial Statements and reported amounts of revenues and expenses during the period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and use of assumptions in these Special Purpose Ind AS Financial Statements have been disclosed in notes. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management become aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the Special Purpose Ind AS Financial Statements in the period in which changes are made, and if material, their effects are disclosed in the notes to the Special Purpose Ind AS Financial Statements.

**V. 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 realized or intended to be sold or consumed in normal operating cycle.

- a. Held primarily for the purpose of trading.
- b. Expected to be realized within twelve months after the reporting period, or
- c. 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 treated as current when:**

- a. It is expected to be settled in normal operating cycle.
- b. It is held primarily for the purpose of trading.
- c. It is due to be settled within twelve months after the reporting period, or
- d. 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.

**VI. Fair Value Measurement**



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- (i) In the principal market for the asset or liability, or
- (ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the Special Purpose Ind AS Financial Statements are categorized 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:

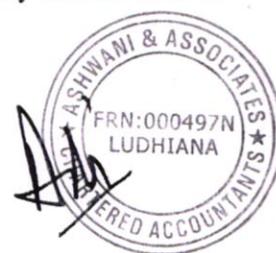
Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

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 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

For assets and liabilities that are recognized in the Special Purpose Ind AS Financial Statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period or each case.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

This note summarizes accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

- Disclosures for valuation methods, significant estimates and assumptions
- Quantitative disclosures of fair value measurement hierarchy
- Investment in unquoted equity shares financial instruments
- Financial instruments

**VII. Business combination under common control**

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method. Under pooling of interest method, the assets and liabilities of the combining entities or businesses are reflected at their carrying amounts after making adjustments necessary to harmonise the accounting policies. The financial information in the Special Purpose Ind AS Financial Statements in respect of prior periods is restated as if the business combination had occurred from the beginning of the preceding period in the Special Purpose Ind AS Financial Statements, irrespective of the actual date of the combination. The identity of the reserves is preserved in the same form in which they appeared in the Special Purpose Ind AS Financial Statements of the transferor and the difference, if any, between the amount recorded as share capital issued plus any additional consideration in the form of cash or other assets and the amount of share capital of the transferor is transferred to capital reserve.

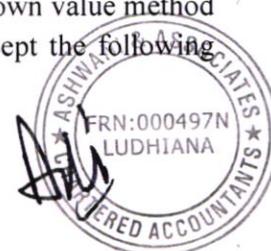
**VIII. Property, plant and equipment**

On transition to Ind AS, the company has adopted optional exception under Ind AS 101 to continue with the carrying value for all of its Property, Plant and Equipment as recognized in the Special Purpose Ind AS Financial Statements as at the date of transition to Ind AS, measured as per the previous GAAP and used that as its deemed cost.

All items of property, plant and equipment are stated at cost less accumulated depreciation and impairment if any. Freehold land is stated at cost and not depreciated. The Cost of an item of Property, Plant and Equipment comprises:

- Its purchase price net of recoverable taxes wherever applicable and any attributable expenditure (directly or indirectly) for bringing the asset to its working condition for its intended use.
- Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably.
- Initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, if any, the obligation for which an entity incurs either where the item is acquired or as a consequence of having used the item during a particular period for purposes other than to produce inventories during that period.

Depreciation on property, plant and equipment has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except the following cases:



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

<b>Category</b>	<b>Useful Life</b>
Plant and Machinery and Solar Power Plant	20 to 40 years
Office Equipment	5 to 10 years
Electrical Installation	10 to 20 years
Lab Equipment and Spectrometer	10 to 20 years

Depreciation is calculated on pro-rata basis from the date of installation till the date the asset is sold or discarded.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under Capital work-in-progress. The depreciation method, useful lives and residual value are reviewed periodically and at the end of each reporting period.

**IX. Intangible Assets**

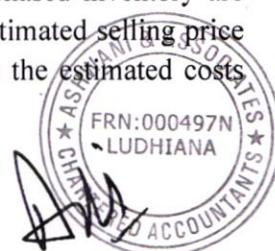
Intangible assets are stated at cost less accumulated amount of amortisation and impairment if any. Intangible assets are amortised over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence etc. The amortization method, estimated useful lives are reviewed periodically and at end of each reporting period.

**X. Impairment of Non-financial assets**

The impairment assessment for all assets is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the assets or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss.

**XI. Inventories**

Raw materials and stores, work in progress, traded and finished goods are stated at the lower of cost and net realisable value. Cost of raw materials and stores is computed on FIFO basis plus direct expenditure, Cost of work in progress and finished goods comprises direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Cost of inventories also include all other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

**XII. Borrowing costs**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. Other borrowing costs are expense in the period in which they are incurred.

**XIII. Provisions, Contingent liabilities and Contingent Assets**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. A present obligation that arises from past events where it is neither probable that an outflow of resources will be required to settle nor a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent liabilities are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non - occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognised in Special Purpose Ind AS Financial Statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

**XIV. Foreign currency translation**

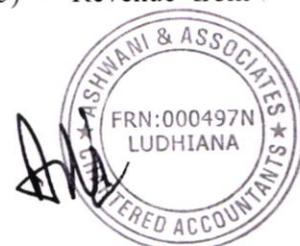
Items included in the Special Purpose Ind AS Financial Statements of each of the Company's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The Special Purpose Ind AS Financial Statements are presented in Indian rupee (₹), which is Company's functional and presentation currency.

Foreign currency translations are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in profit or loss.

**XV. Revenue recognition**

**(i) Revenue from sale of goods and services**

The Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers'.



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

Revenue from sale of products is recognized upon transfer of control to customers. Revenue is measured at the amount of consideration which the Company expects to be entitled to in exchange for transferring distinct goods to a customer as specified in a contract, excluding amounts collected on behalf of third parties (for example, taxes and duties collected on behalf of the Government). A receivable is recognized upon satisfaction of performance obligations as per the Contracts.

"To determine whether to recognise revenue, the Company follows a 5-step process:

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied."

**Use of significant Judgements in Revenue Recognition**

Judgement is required to determine the transaction price for the contract. The transaction price could be either a fixed amount of consideration or variable consideration with elements such as volume discounts, price concessions, incentives etc. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur and is reassessed at the end of each reporting period.

The Company assesses its revenue arrangements against specific recognition criteria's like exposure to the significant risks and rewards associated with the sale of goods. When deciding the most appropriate basis for presenting revenue or costs of revenue, both the legal form and substance of the agreement between the Company and its customers are reviewed to determine each party's respective role in the transaction.

**ii) Export incentives**

The revenue in respect of export benefits is recognised on post export basis at the rate at which the entitlements accrued.

**XVI. Other Income**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

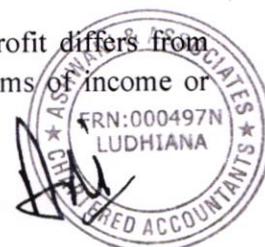
Claims receivables on account of insurance are accounted for to the extent the Company is reasonably certain of their ultimate collection.

**XVII. Income Tax**

Income tax expense represents the sum of the tax currently payable and deferred tax.

**Current tax**

The tax currently payable is based on taxable profit for the period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

**Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Special Purpose Ind AS Financial Statements and the corresponding tax bases used in the computation of taxable profits. Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax assets are recognised for all deductible temporary differences and incurred tax losses to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset is realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

**Current and deferred tax for the period**

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the income taxes are also recognised in other comprehensive income or directly in equity respectively.

**XVIII. Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash in hand, demand deposits held with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

**XIX. Financial instruments**

Financial assets and financial liabilities are recognized when a Company becomes a party to the contractual provisions of the instruments.

**Initial Recognition:**



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in Statement of Profit and Loss.

**Classification and Subsequent Measurement: Financial Assets**

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- The entity's business model for managing the financial assets and
- The contractual cash flow characteristics of the financial asset.

**Amortised Cost:**

A financial asset shall be classified and measured at amortised cost if both of the following conditions are met:

- The financial asset is 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 asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Fair Value through OCI:**

A financial asset shall be classified and measured at fair value through OCI if both of the following conditions are met:

- The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

**Fair Value through Profit or Loss:**

A financial asset shall be classified and measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through OCI.

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

**Investment in Equity Shares:**

Investments in equity instruments are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading.

Dividends on equity investments are recognised in the Statement of Profit and Loss when the right of payment has been established.



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

**Classification and Subsequent Measurement: Financial liabilities:**

The measurement of financial liabilities depends on their classification, as described below:

**Financial Liabilities at FVTPL:**

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL:

Gains or Losses on liabilities held for trading are recognized in the Statement of Profit and Loss.

**Financial liabilities at amortised cost:**

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in Statement of Profit and Loss when the liabilities are derecognised as well as through the EIR amortisation process. 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

**Impairment of financial assets:**

Financial assets, other than those at FVTPL, are assessed for indicators of impairment at the end of each reporting period. The Company assesses on a forward looking basis the expected credit losses associated with its assets. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

In case of trade receivables, the Company follows the simplified approach permitted by Ind AS 109 – Financial Instruments for recognition of impairment loss allowance. The application of simplified approach does not require the Company to track changes in credit risk. The Company calculates the expected credit losses on trade receivables using a provision matrix on the basis of its historical credit loss experience.

**Derecognition of financial instruments:**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognizes a collateralized borrowing for the proceeds received.

A financial liability is derecognized when the obligation specified in the contract is discharged or cancelled or expires.

**Compound financial instruments**



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

The liability component of a compound financial instrument is recognised initially at fair value of a similar liability that does not have an equity component. The equity component is recognised initially as the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component. Any directly attributable transaction costs are allocated to the liability and the equity components, if material, in proportion to their initial carrying amounts.

Subsequent to the initial recognition, the liability component of a compound financial instrument is measured at amortised cost using the effective interest rate method. The equity component of a compound financial instrument is not re-measured subsequent to initial recognition except on conversion or expiry.

**Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

**XX. Leases**

**The Company as a lessee**

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

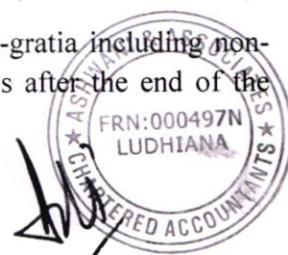
**Short-term leases and leases of low-value assets**

The Company has elected not to recognise right-of-use assets and lease liabilities for short term leases of all assets that have a lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease.

**XXI. Employee benefits**

**(i) Short term obligations**

Liabilities for wages and salaries, short term compensated absence and ex-gratia including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefits obligations in the balance sheet.

**(ii) Post-employment obligations**

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligations at the end of the reporting period less the fair value of plan assets (if any). The defined benefit obligation is calculated annually as per Valuation report given by Actuary on the basis of Guidance issued by The Actuarial Society of India.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expenses in the statement of profit or loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

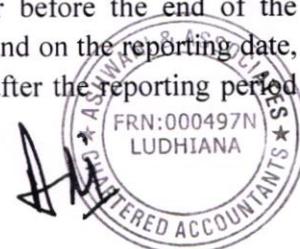
**(iii) Defined contribution plans**

The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

**XXII. Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period



**BEHARI LAL ENGINEERING LIMITED (Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED) (Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

and before the approval of the Special Purpose Ind AS Financial Statements for issue, not to demand payment as a consequence of the breach.

**XXIII. Earnings per share**

**(i) Basic earnings per share**

Basic earnings per share is calculated by dividing: The profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares

**(ii) Diluted earnings per share**

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would be outstanding assuming the conversion of all dilutive potential equity shares.

**XXIV. Assets Held for Sale;**

Non-current assets or disposal groups comprising of assets and liabilities are classified as 'held for sale' when all of the following criteria's are met: (i) decision has been made to sell. (ii) the assets are available for immediate sale in its present condition. (iii) the assets are being actively marketed and (iv) sale has been agreed or is expected to be concluded within 12 months of the Balance Sheet date.

Subsequently, such non-current assets and disposal groups classified as held for sale are measured at the lower of its carrying value and fair value less costs to sell. Non-current assets held for sale are not depreciated or amortised.

In view of the management, the current assets (financial & other) have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet.

**XXV. Events occurring after balance sheet date**

There is a major adjusting event which has occurred after balance sheet date but before the date of approval of balance sheet and conditions for the same are existed at the end of the reporting period (Refer Note No. 46).

**XXVI. Government Grants**



**BEHARI LAL ENGINEERING LIMITED** (Formerly Known as **BEHARI LAL ENGINEERING PRIVATE LIMITED**) (Formerly Known as **BEHARI LAL ISPAT PRIVATE LIMITED**)

**Notes to the Special Purpose Ind AS Financial Statements for the year ended 31<sup>st</sup> March, 2023**

The government grants are recognised only when there is a reasonable assurance of compliance that conditions attached to such grants shall be complied with and it is reasonably certain that the ultimate collection will be made.

When the government grant relates to an asset, the asset is disclosed by deducting that grant in arriving at the carrying amount of that asset.

Government grants that compensate the Company for expenses incurred are recognised in the statement of profit and loss, as income or deduction from the relevant expense, on a systematic basis in the periods in which the expense is recognised.

**XXVII. Material Prior Period Errors**

Material prior period errors are corrected retrospectively by restating the comparative amounts for the prior periods presented in which the error occurred. If the error occurred before the earliest prior period presented, the opening balances of assets, liabilities and equity for the earliest prior period presented, are restated.



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

**Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**3.1 Property, Plant And Equipment**

Particulars	Freehold Land	Building-Factory	Plant & Machinery	Furniture & Fixture	Vehicles	Office Equipments	Solar Power Plant	Grand Total
<b>Gross Carrying Amount (Cost/Deemed Cost)</b>								
Carrying Amount as at 01-Apr-2021	10.95	16.28	129.91	0.37	11.89	1.75	20.96	192.11
Additions	-	14.57	53.81	0.46	-	2.28	0.39	71.51
Disposals/Adjustments	-	-	-	-	-	-	-	-
<b>Balance as at 31-Mar-2022 (Pre Merger)</b>	<b>10.95</b>	<b>30.85</b>	<b>183.72</b>	<b>0.83</b>	<b>11.89</b>	<b>4.03</b>	<b>21.35</b>	<b>263.62</b>
Less: Ind AS restated adjustment for deemed cost*	-	(1.55)	(22.38)	(0.13)	(3.07)	(1.47)	(2.92)	(31.52)
Add: Pursuant to scheme of merger#	39.29	21.88	212.93	0.34	0.49	0.56	-	275.49
<b>Carrying Amount as at 01-Apr-2022 (Post Merger)</b>	<b>50.24</b>	<b>51.18</b>	<b>374.27</b>	<b>1.04</b>	<b>9.31</b>	<b>3.12</b>	<b>18.43</b>	<b>507.59</b>
Additions	-	-	158.88	1.11	2.68	7.09	-	169.76
Disposals/Adjustments	-	-	(0.43)	-	-	-	-	(0.43)
<b>Balance as at 31-Mar-2023</b>	<b>50.24</b>	<b>51.18</b>	<b>532.72</b>	<b>2.15</b>	<b>11.99</b>	<b>10.21</b>	<b>18.43</b>	<b>676.92</b>
<b>Accumulated Depreciation</b>								
<b>Balance as at 01-Apr-2021</b>								
Depreciation expense for the period	-	1.55	22.38	0.13	3.07	1.47	2.92	31.52
On Disposals/Adjustments	-	-	-	-	-	-	-	-
<b>Balance as at 31-Mar-2022 (Pre Merger)</b>	<b>-</b>	<b>1.55</b>	<b>22.38</b>	<b>0.13</b>	<b>3.07</b>	<b>1.47</b>	<b>2.92</b>	<b>31.52</b>
Less: Ind AS restated adjustment for deemed cost*	-	(1.55)	(22.38)	(0.13)	(3.07)	(1.47)	(2.92)	(31.52)
Add: Pursuant to scheme of merger#	-	-	-	-	-	-	-	-
<b>Balance as at 01-Apr-2022 (Post Merger)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation expense for the period	-	4.86	63.40	0.39	3.20	2.95	2.56	77.36
On Disposals/Adjustments	-	-	-	-	-	-	-	-
<b>Balance as at 31-Mar-2023</b>	<b>-</b>	<b>4.86</b>	<b>63.40</b>	<b>0.39</b>	<b>3.20</b>	<b>2.95</b>	<b>2.56</b>	<b>77.36</b>
<b>Net Carrying Amount as on 31-Mar-2023</b>	<b>50.24</b>	<b>46.32</b>	<b>469.32</b>	<b>1.76</b>	<b>8.79</b>	<b>7.26</b>	<b>15.87</b>	<b>599.56</b>
<b>Net Carrying Amount as on 31-Mar-2022</b>	<b>10.95</b>	<b>29.30</b>	<b>161.34</b>	<b>0.70</b>	<b>8.82</b>	<b>2.56</b>	<b>18.43</b>	<b>232.10</b>



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**3.2 Capital work-in-progress**

Particulars	Building under Erection	Machinery Under Erection	Grand Total
<b>Gross Carrying Amount</b>			
Balance as at 01-Apr-2021	-	-	-
Additions	-	-	-
Capitalized	-	-	-
<b>Balance as at 31-Mar-2022 (Pre merger)</b>	-	-	-
Add: Pursuant to scheme of merger#	0.89	4.88	5.77
<b>Carrying Amount as at 01-Apr-2022 (Post Merger)</b>	<b>0.89</b>	<b>4.88</b>	<b>5.77</b>
Additions	0.01	86.68	86.69
Capitalized		(39.78)	(39.78)
<b>Balance as at 31-Mar-2023</b>	<b>0.90</b>	<b>51.78</b>	<b>52.68</b>

-The ageing for Capital work in progress (CWIP) is as follows

a) CWIP ageing schedule

CWIP	Amount in CWIP for the year ended on 31-Mar-2023				
	Less than 1 year	1-2 years	2-3 years	More than 3	Total
Projects in progress	52.68	-	-	-	52.68
Projects temporarily suspended	-	-	-	-	-

CWIP	Amount in CWIP for the year ended on 31-Mar-2022				
	Less than 1 year	1-2 years	2-3 years	More than 3	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

b) There is no instance of capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.

\*The adjustment relates to the reconciliation of gross block between the Special Purpose Ind AS Financial Statements for the year ended 31-Mar-2022 and 31-Mar-2023 Financial Statements with the Ind AS transition date of 01-Apr-2021.

# refer note no. 46

**Notes:-**

- All property, plant and equipment carried in balance sheet as at 01-Apr-2021 are in accordance with previous GAAP. The Company has elected to regard such carrying value as deemed cost at the date of transition.
- No Borrowing Cost as on 31-Mar-2023 (Rs. Nil as on 31-Mar-2022) has been capitalised during the year.
- The detail of assets which have been hypothecated/ mortgaged to secure borrowings of the Company as per note no. 17 & 20.

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**4 Investments-Non Current**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Unquoted (fully paid up) Investment carried at fair value through Profit & Loss (FVTPL) Investment in Equity Instruments 44,000 ((March 31, 2023 year : 44,000, March 31, 2022 year Nil) fully paid up equity shares of ₹ 10 each of M/s BLC Metals Pvt Ltd)	29.49	-
<b>Total</b>	<b>29.49</b>	<b>-</b>
Aggregate amount of quoted investments and market value of quoted investments	-	-
Aggregate amount of unquoted investments	29.49	-
Aggregate amount of impairment in value of investment	-	-

**5 Other financial assets - Non Current**

(Unsecured, Considered good and otherwise stated)

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Security deposit	29.27	21.39
<b>Total</b>	<b>29.27</b>	<b>21.39</b>

**6 Other Non current assets**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
(Unsecured considered good) Capital advances	4.14	5.81
<b>Total</b>	<b>4.14</b>	<b>5.81</b>

**7 Inventories**

(At lower of cost and net realisable value)

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Raw Material	244.24	196.23
Finished Goods#	274.46	175.99
Stock in Trade	-	4.57
Stores & Spares	80.42	45.29
<b>Total</b>	<b>599.12</b>	<b>422.08</b>

#Includes Stock Lying at third party ₹ 38.54 Millions as on 31-Mar-2023 (₹ 27.44 Millions as on 31-Mar-2022)

All inventories of company have been hypothecated to secure borrowings of the company (refer note no. 17 & 20).

**8 Trade receivables**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
(Unsecured considered good) Trade receivables considered good - Secured	-	-
Trade receivables considered good - Unsecured	656.75	454.29
Trade receivables which have significant increase in Credit Risk	-	-
Trade receivables- credit impaired	-	-
	656.75	454.29
Less: Allowances for expected credit loss and doubtful receivables	-	-
<b>Total</b>	<b>656.75</b>	<b>454.29</b>

All book debts have been hypothecated to secure borrowings of the company (refer note no. 17 & 20).



BEHARI LAL ENGINEERING LIMITED  
(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)  
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Notes forming part of special purpose Ind AS financial statements  
All amounts in INR Millions, unless otherwise stated

Note No. 9 Trade receivables (Continued)

Trade receivables ageing schedule as on 31-Mar-2023

Particulars	Outstanding for following periods from the date of transaction*						Total
	Not due	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	652.90	3.24	0.61	-	-	656.75
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
<b>Total</b>	-	652.90	3.24	0.61	-	-	656.75
<b>Less: Allowances for expected credit loss and doubtful receivables</b>							-
<b>Total Trade receivables</b>							656.75

\* There are no specific due date of payment specified in respect of trade receivables, as such the trade receivables ageing schedule is prepared on the basis of date of transaction.

Trade receivables ageing schedule as on 31-Mar-2022

Particulars	Outstanding for following periods from the date of transaction*						Total
	Not due	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	-	453.58	0.71	-	-	-	454.29
(ii) Undisputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade receivables - credit impaired	-	-	-	-	-	-	-
<b>Total</b>	-	453.58	0.71	-	-	-	454.29
<b>Less: Allowances for expected credit loss and doubtful receivables</b>							-
<b>Total Trade receivables</b>							454.29

\* There are no specific due date of payment specified in respect of trade receivables, as such the trade receivables ageing schedule is prepared on the basis of date of transaction.



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**9 Cash and cash equivalents**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Balances with banks		
- In bank accounts		
Cash on hand	17.37	0.08
Cheque In Hand	2.03	0.21
	-	1.71
<b>Total</b>	<b>19.40</b>	<b>2.00</b>

**10 Other Bank Balances**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Balances with banks		
-Fixed deposits with original maturity of more than twelve months but remaining maturity of less than twelve months	-	-
-Fixed deposits with original maturity of more than three months but less than twelve months	-	-
<b>Balances with banks in earmarked accounts to the extent held as margin money against borrowings and other commitments</b>		
-Fixed deposits with original maturity of more than twelve months but remaining maturity of less than twelve months	3.49	3.34
-Fixed deposits with original maturity of more than three months but less than twelve months	-	-
<b>Total</b>	<b>3.49</b>	<b>3.34</b>

**11 Other Financial Assets - Current**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
(Unsecured considered good)		
Interest receivable		
Loans and advances to employees	0.15	0.03
Other Receivables	1.85	0.11
	0.31	-
<b>Total</b>	<b>2.31</b>	<b>0.14</b>

**12 Current tax liabilities/(assets) (net)**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Provision for Current tax (net of advance tax)	2.87	(2.56)
<b>Total</b>	<b>2.87</b>	<b>(2.56)</b>

**Gross movement in current tax liabilities/(assets)**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Net current tax liabilities/(assets) at the beginning of the year (Pre Merger)	(2.56)	3.27
Pursuant to scheme of merger#	0.48	-
Net current tax liabilities/(assets) at the beginning of the year (Post Merger)	(3.04)	3.27
Tax adjustments related to earlier years	0.99	1.30
Income tax payment of earlier years	(0.99)	(1.30)
Provision for current tax	94.86	75.10
Advance tax paid (Net of TDS and TCS)	(88.95)	(80.93)
<b>Current tax liabilities/(assets)</b>	<b>2.87</b>	<b>(2.56)</b>

# refer note no. 46

**13 Other Current Assets**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
(Unsecured considered good unless otherwise stated)		
Advances against supply of goods and services	15.61	1.83
Prepaid expenses	3.03	1.73
Balance and deposits with government department or others	17.60	1.00
<b>Total</b>	<b>36.24</b>	<b>4.56</b>



**BEHARI LAL ENGINEERING LIMITED**  
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(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)

Notes forming part of special purpose Ind AS financial statements  
All amounts in INR Millions, unless otherwise stated

**14 Equity share capital**

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	Number	Amount	Number	Amount
<b>Authorised</b>				
Equity shares of ₹ 10/- each (par value)	53,50,000	53.50	53,50,000	53.50
<b>Total</b>	<b>53,50,000</b>	<b>53.50</b>	<b>53,50,000</b>	<b>53.50</b>
<b>Issued, subscribed and fully paid-up</b>				
Equity shares of ₹ 10/- each (par value)	40,00,000	40.00	40,00,000	40.00
<b>Total</b>	<b>40,00,000</b>	<b>40.00</b>	<b>40,00,000</b>	<b>40.00</b>

**a. Reconciliation of the number of equity shares and amount outstanding at the beginning and at the end of the reporting period**

Particulars	Equity share capital			
	31-Mar-2023		31-Mar-2022	
	Number	Amount	Number	Amount
<b>Issued, subscribed and paid-up equity shares</b>				
Shares and share capital outstanding at the beginning of the period	40,00,000	40.00	40,00,000	40.00
Shares and share capital issued during the period	-	-	-	-
Shares and share capital outstanding at the end of the period	40,00,000	40.00	40,00,000	40.00

**b. Rights, preferences and restrictions attached to equity shares**

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, holders of equity shares will be entitled to receive remaining assets of the Company after settlement of all the preferential liabilities, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

**c. The details of equity shareholders holding more than 5% of the aggregate equity shares**

Particulars	Equity share capital			
	As at 31-Mar-2023		As at 31-Mar-2022	
	Number of shares held	% shareholding	Number of shares held	% shareholding
Sh. Dinesh Garg	3,37,300	8.43%	3,37,300	8.43%
Sh. Lovlish Garg	3,96,200	9.91%	3,96,200	9.91%
Sh. Parkash Chand Garg	3,59,999	9.00%	3,59,999	9.00%
Sh. Parkash Chand Garg HUF	3,11,380	7.78%	3,11,380	7.78%
Sh. Rajesh Kumar Garg	3,84,720	9.62%	3,84,720	9.62%
Smt. Anju Garg	3,80,196	9.50%	3,80,196	9.50%
Sh. Kanav Garg	3,70,800	9.27%	3,70,800	9.27%
Smt. Yogita Garg	3,98,200	9.96%	3,98,200	9.96%
Smt. Bhanu Garg	2,58,198	6.45%	2,58,198	6.45%
Sh. Dinesh Garg HUF	3,97,200	9.93%	3,97,200	9.93%

d. There are no shares issued without payment being received in cash during the last five years.

e. There are no buy back of equity shares during the last five years.

f. There are no bonus shares issued during the last five years.

g. There is no holding / ultimate holding company of the company.

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

Note No. 15 Equity share capital (Continued)

**h. Shareholding of Promoters**

Sr. No.	Promoter name	Shareholding of Promoters as on 31-Mar-2023			Shareholding of Promoters as on 31-Mar-2022		
		No. of Shares	% of total shares	% Change during the period	No. of Shares	% of total shares	% Change during the period
	<b>Promoter</b>						
1	Sh. Dinesh Garg	3,37,300	8.43%	-	3,37,300	8.43%	-
2	Sh. Parkash Chand Garg	3,59,999	9.00%	-	3,59,999	9.00%	-
3	Sh. Lovlish Garg	3,96,200	9.91%	-	3,96,200	9.91%	-
4	Sh. Rajesh Kumar Garg	3,84,720	9.62%	-	3,84,720	9.62%	-
	<b>Promoters Group</b>						
5	Sh. Bhuvnesh Garg	1,63,600	4.09%	-	1,63,600	4.09%	-
6	Parkash Chand Garg (HUF)	3,11,380	7.78%	-	3,11,380	7.78%	-
7	Dinesh Garg HUF	3,97,200	9.93%	-	3,97,200	9.93%	-
8	Rajesh Kumar Garg Huf	1,96,999	4.92%	-	1,96,999	4.92%	-
9	Anju Garg	3,80,196	9.50%	-	3,80,196	9.50%	-
10	Yogita Garg	3,98,200	9.96%	-	3,98,200	9.96%	-
11	Kiran Garg Huf	19,000	0.48%	-	19,000	0.48%	-
12	Pratibha Goyal	100	0.00%	-	100	0.00%	-
13	Lovlish Garg HUF	25,000	0.63%	-	25,000	0.63%	-
14	Kanav Garg	3,70,800	9.27%	-	3,70,800	9.27%	-
15	Bhanu Garg	2,58,198	6.45%	-	2,58,198	6.45%	-
16	Aakanksha Garg	599	0.01%	-	599	0.01%	-
17	Ridhisha Achal Bansal	200	0.01%	-	200	0.01%	-
	<b>Total Shares held by promoter at the end of the period</b>	<b>39,99,691</b>	<b>99.99%</b>		<b>39,99,691</b>	<b>99.99%</b>	



**BEHARI LAL ENGINEERING LIMITED**  
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Notes forming part of special purpose Ind AS financial statements  
All amounts in INR Millions, unless otherwise stated

**15 Other Equity**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
<b>(i) Equity Component of Compound financial Instruments (Balance at the beginning and end of the Period)</b>	<b>52.30</b>	
<b>(ii) Reserves and surplus</b>		
<b>a. Capital reserve (Balance at the beginning and end of the period)</b>	<b>4.90</b>	<b>4.90</b>
The excess of net assets taken, over the cost of consideration paid, were treated as capital reserve in accordance with previous GAAP.		
<b>b. Securities premium account</b>		
Opening balance	83.84	83.84
Add: Premium on shares issued during the year	-	-
Closing balance	<b>83.84</b>	<b>83.84</b>
This reserve represents amount of premium recognised on issue of shares to shareholders at a price more than its face value.		
<b>c. Retained earnings</b>		
Opening balance (Pre Merger)	620.00	401.00
Pursuant to scheme of merger#	95.63	-
Difference between the net identifiable assets acquired and consideration paid on merger*	(21.09)	-
<b>Opening balance (Post Merger)</b>	<b>694.54</b>	<b>401.00</b>
Add: Profit for the year	288.01	219.00
Closing balance	<b>982.55</b>	<b>620.00</b>
Retained earnings if any represents the net profits after all distributions and transfers to other reserves.		
<b>d. Remeasurements of defined benefit obligation</b>		
Opening balance (Pre Merger)	(0.79)	(1.82)
Pursuant to scheme of merger#	1.85	-
<b>Opening balance (Post Merger)</b>	<b>1.06</b>	<b>(1.82)</b>
Add: Other comprehensive income/(expense) net of tax impact	1.80	1.03
Closing balance	<b>2.86</b>	<b>(0.79)</b>
Remeasurements of defined benefit obligation comprises actuarial gains and losses and return on plan assets (excluding interest income).		
<b>Total</b>	<b>1,126.45</b>	<b>707.95</b>

# refer note no. 46

\*The difference between the net identifiable assets acquired and consideration paid on merger being ₹ (21.090) Millions has been adjusted with Retained Earnings as on 01.04.2022 (refer note no. 46).

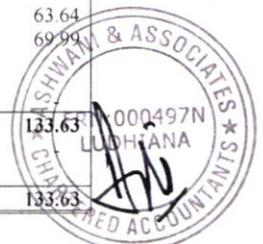
**16 Equity share capital to be issued pursuant to the scheme of Arrangement for Amalgamation**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Opening balance (Pre Merger)	-	-
Pursuant to scheme of merger#	29.49	-
<b>Opening balance (Post Merger)</b>	<b>29.49</b>	<b>-</b>
Add: Addition	-	-
Closing balance	<b>29.49</b>	<b>-</b>

#refer note no. 46

**17 Borrowings - Non Current**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
<b>Secured</b>		
<b>1) Term Loans</b>		
From Banks-Indian Rupees	18.73	-
<b>Unsecured</b>		
<b>Loans and Advances from Related Parties (refer note no. 38)</b>		
From Shareholders	66.34	63.64
From Directors & Director's Relatives	168.10	69.99
<b>Liability component of 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares</b>	<b>54.97</b>	<b>54.97</b>
	<b>308.14</b>	<b>133.63</b>
Less: Current maturities of Long Term Borrowings - Secured (refer note no. 20)	4.31	-
<b>Total</b>	<b>303.83</b>	<b>133.63</b>



**BEHARI LAL ENGINEERING LIMITED**  
(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)  
(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)

**Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**A) Details of Security for Term Loans:-**

Term Loans from banks are secured by way of:

- (a) First pari-passu charge by way of hypothecation of entire current assets including book debts and inventory of the Company, both present and future, Fixed Deposits and LC's issued by other banks are also covered.  
(b) Further they are collaterally secured by first pari-passu charge over the entire Plant & machinery both present and future, of the Company.  
(c) Equitable mortgage created on Company's Immoveable Properties situated at  
(i) 357/1,357/2, Village Salani, Amlah Road, 147301, Mandi Gobindgarh.  
(ii) Main Amlah Road Vill Turan Jalalpur Chowk Near Jawahar Lal Nehru Govt College Mandi Gobindgarh Punjab 147301  
(d) Further, secured by personal guarantee of directors of the Company and property owners.

**B) Terms of Repayments:-**

**Secured Loan:**

- i) Term Loan amounting to ₹ 9.60 Millions (Previous Year Nil) repayable in equal quarterly instalment, last instalment due in June, 2027. Total number of instalments pending are 51 as on 31-Mar-2023.  
ii) Term Loan amounting to ₹ ₹ 9.13 Millions (Previous Year Nil) repayable in equal quarterly instalment, last instalment due in December, 2027. Total number of instalments pending are 57 as on 31-Mar-2023

**Unsecured:**

**Loans from Directors & Director's Relatives and Shareholders :**

Repayable on demand

**Details of 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares:**

As part of the scheme(s) of amalgamations, Behari Lal Engineering Limited shall issue equal number of 3.5% Non- Cumulative Non-Convertible Redeemable Preference Share of 1,04,00,000 of ₹10/- each to preference shareholders of M/s Belco Special Steels Private Limited (BSSPL) "Transferor Company 1" on the same terms as existed in that of the BSSPL.(refer note no. 46)

BSSPL has issued 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares of ₹ 104.00 Millions to be redeemed within 20 years , subject to an option with issuer of the instrument to redeem preference shares prior to their maturity. The Equity portion of these Redeemable Preference Shares, on account of dividend payout is discretionary, is recorded in other equity.

Repayment Schedule of 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares:

Date	Shares in Numbers	Amount (₹ in Millions)	Redeemable Time	Year of Redemption
09.02.2021	24,00,000	24.00	20	08.02.2041
28.06.2021	30,00,000	30.00	20	27.06.2041
28.06.2021	10,00,000	10.00	20	27.06.2041
22.09.2021	40,00,000	40.00	20	21.09.2041

**18 Non-Current Provisions**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Provision for Employee Benefits	5.33	4.58
<b>Total</b>	<b>5.33</b>	<b>4.58</b>

**19 Deferred tax liabilities/assets (net)**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Deferred tax liabilities (net) (refer note no. 32)	8.66	3.28
<b>Total</b>	<b>8.66</b>	<b>3.28</b>

**20 Short Term Borrowings**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
<b>Secured</b>		
Cash credit from banks	166.73	58.54
<b>Unsecured</b>		
<b>Loans and Advances from Related Parties (refer note no. 38)</b>		
From Shareholders	-	-
From Directors & Director's Relatives	161.52	1.28
<b>Current maturities of long-term debts - secured (refer note no. 17)</b>	4.31	-
<b>Total</b>	<b>332.56</b>	<b>59.82</b>



**BEHARI LAL ENGINEERING LIMITED**  
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**Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**Nature of Security:-**

**Secured**

Cash credit facilities from banks are secured by:

(a) First pari-passu charge by way of hypothecation of entire current assets including book debts and inventory of the Company, both present and future, Fixed Deposits and LC's issued by other banks are also covered.

(b) Further they are collaterally secured by first pari-passu charge over the entire Plant & machinery both present and future, of the Company

(c) Equitable mortgage created on Company's Immoveable Properties situated at

(i) 357/1,357/2, Village Salani, Amlah Road, 147301, Mandi Gobindgarh.

(ii) Main Amlah Road Vill Turan Jalalpur Chowk Near Jawahar Lal Nehru Govt College Mandi Gobindgarh Punjab 147301

(d) Further, secured by personal guarantee of directors of the Company and property owners.

**Terms of Repayment:-**

**Secured & Unsecured**

Repayable on demand

**21 Trade Payable - Current**

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
Outstanding dues of micro enterprises and small enterprises	24.21	10.17
Outstanding dues of creditors other than micro enterprises and small enterprises	90.07	113.98
<b>Total</b>	<b>114.28</b>	<b>124.15</b>

**Trade payables ageing schedule as on 31.03.2023**

Particulars	Outstanding for following periods from the date of transaction*					Total
	Not due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) MSME	-	24.21	-	-	-	24.21
(ii) Others	-	89.58	0.49	-	-	90.07
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	113.79	0.49	-	-	114.28

**Trade payables ageing schedule as on 31.03.2022**

Particulars	Outstanding for following periods from the date of transaction*					Total
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	10.17	-	-	-	10.17
(ii) Others	-	112.24	1.74	-	-	113.98
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	122.41	1.74	-	-	124.15

**22 Other financial liabilities - Current**

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
Payable to employees		
- to related parties (refer note no. 38)	0.66	0.24
- to other employees	12.23	8.69
Other liabilities		
- to related parties (refer note no. 38)	0.47	-
- to others - Liability for expenses	21.00	18.87
Payable on purchase of capital goods (micro enterprises and small enterprises)	3.08	4.51
Cheques Issued But not Presented	4.24	4.71
Other Payables	0.40	0.17
<b>Total</b>	<b>42.08</b>	<b>37.19</b>

**23 Other current liabilities**

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
Advances from customers	17.14	24.68
Statutory remittances*	6.49	9.99
<b>Total</b>	<b>23.63</b>	<b>34.67</b>

\* Statutory remittance includes contribution to provident fund, ESI, Punjab labour welfare fund and tax deducted at source, GST payable etc.

**24 Current provisions**

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
Provision for employee benefits	3.27	3.00
<b>Total</b>	<b>3.27</b>	<b>3.00</b>

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**25 Revenue from operations**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Sale of Products-Domestic	4,381.81	3,260.43
Sale of Products-Deemed Export	18.70	
Sale of Products-Exports	119.55	68.09
Sale-Others	32.58	-
	<b>4,552.64</b>	<b>3,328.52</b>
<b>Other operating revenue</b>		
Sale of Scrap	21.96	0.03
Sale of Consumables	0.68	-
Export Benefits	1.46	0.76
Job Work Income	52.54	0.01
	<b>76.64</b>	<b>0.80</b>
<b>Total</b>	<b>4,629.28</b>	<b>3,329.32</b>

**Disaggregated revenue information**

The table below presents disaggregated revenues from contracts with customers by sale of products for the year ended 31-Mar-2023 and 31-Mar-2022 respectively. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of our revenues and cash flows are affected by industry, market and other economic factors.

Particulars	For the year ended 31-Mar-2023	For the year ended 31- Mar-2022
Ingot	52.44	271.09
Metal Rolls	1,031.61	867.81
Casting	649.85	394.31
Round and Flat	2,786.16	1,794.77
Others	32.58	0.53
<b>Total</b>	<b>4,552.64</b>	<b>3,328.51</b>

**26 Other income**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Interest Income (Gross)</b>		
- From Bank Deposits	0.17	0.15
- From Others	2.92	1.31
<b>Other Non-Operating Income:</b>		
-Subsidy Income (refer note no.51)*	34.79	36.30
-Liabilities no longer required written back	-	2.97
-Commission income	4.34	-
-Miscellaneous Income	-	0.01
- Gain on sale of items of Property, Plant and Equipment (net)	0.02	-
<b>Fair value gain on Financial instruments measured at FVTPL</b>		
- Gain on fair value changes of financial assets	3.10	-
<b>Total</b>	<b>45.34</b>	<b>40.74</b>

**Note\* : Subsidy Includes**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Subsidy against PSPCL duties under the "Invest Punjab" Scheme	21.32	12.40
GST subsidy under the "Invest Punjab" Scheme	13.47	23.90
<b>Total Subsidy Income</b>	<b>34.79</b>	<b>36.30</b>

**Nature and Purpose:**

a) Subsidy against PSPCL duties - Granted under the Invest Punjab Scheme by the Government of Punjab, to compensate the company for electricity duty expenses on eligible power consumption.

b) GST Subsidy - Refund of GST paid under the Invest Punjab Scheme for eligible purchases, aimed at supporting industrial growth and reducing input tax burden.



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**27 Cost of material consumed**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Raw material consumed</b>		
Opening Stock (Pre Merger)	196.23	147.63
Add: Pursuant to scheme of merger#	85.44	-
<b>Opening Stock (Post Merger)</b>	<b>281.67</b>	<b>147.63</b>
Add: Purchases	3,241.12	1,721.47
Less: Sale of Raw Material	42.03	96.41
Total	<b>3,480.76</b>	<b>1,772.69</b>
Less: Closing stock	244.24	196.23
<b>Cost of material consumed</b>	<b>3,236.52</b>	<b>1,576.46</b>

**Raw materials consumed comprises:**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Scrap	1,741.03	1,466.16
Ferro Alloys	181.84	110.29
Ingot	1,291.61	-
Billet	22.04	-
<b>Total</b>	<b>3,236.52</b>	<b>1,576.45</b>

**28 Changes in inventories of finished goods, work-in-progress and Stock in trade**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Inventories at the beginning of the year</b>		
Finished goods	175.99	138.40
Stock in trade	-	24.60
<b>Add: Pursuant to scheme of merger#</b>		
Finished goods	32.70	-
Stock in trade	-	-
<b>Restated Inventories at the beginning of the year (Post Merger)</b>		
Finished goods	208.69	138.40
Stock in trade	4.57	24.60
Transfer to Raw Material	(4.57)	-
<b>(A)</b>	<b>208.69</b>	<b>163.00</b>
<b>Inventories at the end of the year</b>		
Finished goods	274.46	175.99
Work-in-progress	-	-
Stock in trade	-	4.57
Goods in Transit	-	-
Scrap	-	-
<b>(B)</b>	<b>274.46</b>	<b>180.56</b>
<b>Net (Increase)/decrease in inventory</b>	<b>(65.77)</b>	<b>(17.56)</b>

# refer note no. 46

**29 Employee benefits expense**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Salaries and Wages (including Bonus, Gratuity and Leave Encashment)	154.65	100.35
Contribution to Provident Fund & Other Funds	10.40	7.88
Workmen and Staff Welfare Expenses	0.69	0.32
<b>Total</b>	<b>165.74</b>	<b>108.55</b>



**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**30 Finance Cost**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Interest Expense on:		
-Term loan	1.10	-
-Working Capital	6.53	11.10
- Others	24.31	19.52
Dividend on redeemable preference shares	1.89	-
<b>Total</b>	<b>33.83</b>	<b>30.62</b>

**31 Other expenses**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Manufacturing Expenses</b>		
Consumption of Stores and Spares	320.61	147.44
Freight Inward	28.14	28.49
Conversion charges	70.73	147.52
Repairs-Plant & Machinery	35.54	28.67
Power & Fuel (Net of Subsidy)	211.76	178.41
Loading and unloading charges	0.11	-
<b>Administrative &amp; Other Expenses</b>		
Rent	6.08	2.67
Repairs-Buildings	1.23	0.09
Repairs-Vehicle	1.64	0.93
Repairs-Others	2.09	0.28
Insurance	1.34	1.10
Rates & Taxes	4.35	2.18
Legal & Professional charges	0.17	-
Audit Fee	0.08	0.03
Net Loss on foreign currency transaction & translation	1.26	0.53
Rebates & Discounts	9.95	0.90
Expenditure on corporate social responsibility (refer note no. 47 )	3.10	4.24
Travelling Expense	2.47	1.92
Software Expense	1.57	-
Bank Charges	1.35	0.33
Loss on asset held for sale	-	-
Sundry Balances Written off	0.66	-
Interest on Taxes	0.05	0.02
Miscellaneous Expenses	2.88	1.45
Security expense	0.68	-
Bad Debts	-	0.28
<b>Marketing, Selling &amp; Distribution Expenses:</b>		
Outward Freight, Handling & Other Selling expenses	26.75	20.92
Commission on Sales	9.86	10.89
<b>Total</b>	<b>744.45</b>	<b>579.29</b>

"0.00" represents figures below rounding-off norms / negligible amounts

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**BEHARI LAL ENGINEERING LIMITED**  
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Notes forming part of special purpose Ind AS financial statements  
All amounts in INR Millions, unless otherwise stated

**32 Current tax and deferred tax**

**(a) Income tax recognised in statement of profit and loss**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Current tax</b>		
In respect of current period	94.86	75.10
Tax adjustments related to earlier years	0.99	1.30
<b>Total (A)</b>	<b>95.85</b>	<b>76.40</b>
<b>Deferred tax</b>		
In respect of current period	(1.61)	0.33
<b>Total (B)</b>	<b>(1.61)</b>	<b>0.33</b>
<b>Total Income tax expense (A+B)</b>	<b>94.24</b>	<b>76.73</b>

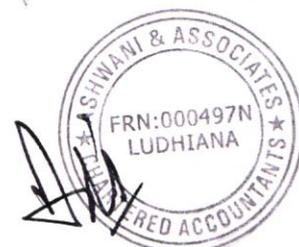
**(b) Income tax recognised in other Comprehensive income**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
<b>Deferred tax (assets)/liability</b>		
On remeasurement loss of defined benefit obligation	(0.60)	(0.35)
<b>Total</b>	<b>(0.60)</b>	<b>(0.35)</b>

**(c) Reconciliation of tax expense and the profit before tax multiplied by statutory tax rate**

Particulars	For the year ended 31-Mar-2023	For the year ended 31-Mar-2022
Profit before tax	382.25	295.73
Income tax expense calculated at 25.168% (Previous year 25.168%)	97.53	74.43
Income tax for earlier years recognised in statement of profit and loss	0.99	1.30
Income tax impact of expenses not considered for tax purpose	0.41	-
Income tax impact of Income not considered for tax purposes	(0.78)	-
Income tax impact of depreciation	(1.52)	(0.91)
Income tax impact of expenses availed on payment basis	0.64	0.49
Income tax impact of allowances of permanent nature	0.84	1.10
Income tax impact on Set off of losses	(2.26)	-
<b>Tax expense charged to statement of profit and loss at effective rate of 25.08% (Previous Year 25.84%)</b>	<b>95.85</b>	<b>76.41</b>

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 All amounts in INR Millions, unless otherwise stated

**(d) Movement in deferred tax balances**

Particulars	As at 1-Apr-2022	Recognised in Profit and loss	Recognised in OCI	As at 31-Mar-2023
<b>Deferred tax liabilities</b>				
Property, Plant and Equipment including Intangible Assets	8.58	0.97	-	9.55
Fair valuation gain on investments	3.06	0.78	-	3.84
<b>Gross deferred tax liabilities (A)</b>	<b>11.64</b>	<b>1.75</b>	<b>-</b>	<b>13.39</b>
<b>Deferred tax assets</b>				
Carry Forward of Losses	-	2.24	-	2.24
Gratuity	1.62	0.64	0.60	1.66
Interest on Preference Share Capital	0.35	0.48	-	0.83
<b>Gross deferred tax assets (B)</b>	<b>1.97</b>	<b>3.36</b>	<b>0.60</b>	<b>4.73</b>
<b>Net Deferred tax (Asset)/Liabilities (A-B)</b>	<b>9.67</b>	<b>(1.61)</b>	<b>(0.60)</b>	<b>8.66</b>

**Movement in deferred tax balances (post merger)**

Particulars	As at 31-Mar-2022	Pursuant to scheme of Merger#		As at 1-Apr-2022
		Recognised in Profit and loss	Recognised in OCI	
<b>Deferred tax liabilities</b>				
Property, Plant and Equipment including Intangible Assets	4.71	3.87	-	8.58
Fair valuation gain on investments		3.06	-	3.06
Actuarial Gain on gratuity	(0.26)	-	0.62	0.36
<b>Gross deferred tax liabilities (A)</b>	<b>4.45</b>	<b>6.93</b>	<b>0.62</b>	<b>12.00</b>
<b>Deferred tax assets</b>				
Gratuity	1.17	0.81	-	1.98
Interest on Preference Share Capital		0.35	-	0.35
<b>Gross deferred tax assets (B)</b>	<b>1.17</b>	<b>1.16</b>	<b>-</b>	<b>2.33</b>
<b>Net Deferred tax (Asset)/Liabilities (A-B)</b>	<b>3.28</b>	<b>5.77</b>	<b>0.62</b>	<b>9.67</b>

# refer note no. 46

**Movement in deferred tax balances (pre merger)**

Particulars	As at 1-Apr-2021	Recognised in Profit and loss	Recognised in OCI	As at 31-Mar-2022
<b>Deferred tax liabilities</b>				
Property, Plant and Equipment including Intangible Assets	3.91	0.80	-	4.71
Actuarial Gain on gratuity				
<b>Gross deferred tax liabilities (A)</b>	<b>3.91</b>	<b>0.80</b>	<b>-</b>	<b>4.71</b>
<b>Deferred tax assets</b>				
Actuarial Gain on gratuity	0.61	-	(0.35)	0.26
Gratuity	0.70	0.47	-	1.17
<b>Gross deferred tax assets (B)</b>	<b>1.31</b>	<b>0.47</b>	<b>(0.35)</b>	<b>1.43</b>
<b>Net Deferred tax (Asset)/Liabilities (A-B)</b>	<b>2.60</b>	<b>0.33</b>	<b>0.35</b>	<b>3.28</b>

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Notes forming part of special purpose Ind AS financial statements  
All amounts in INR Millions, unless otherwise stated

**34 Contingent liabilities and commitments (to the extent not provided for)**

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
<b>A Contingent liabilities</b>		
i Liability on account of Bank Guarantee issued in favour of others	3.10	1.99
<b>Total</b>	<b>3.10</b>	<b>1.99</b>
<b>B Commitments</b>		
i Estimated amount of contracts remaining to be executed on Capital account and not provided for (net of advances)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**35 Employee benefits**

**A Defined benefit plan: Gratuity**

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service subject to maximum amount of Rs. 2 Millions/-.

The following table set out the status of the gratuity and the amount recognised in the company's financial statement as at 31.03.2023 and 31.03.2022:

**i) Changes in the present value of the obligation**

Particulars	Gratuity (Unfunded)	Gratuity (Unfunded)	Gratuity (Unfunded)
	31-Mar-2023	(Post Merger) 01-Apr-2022	(Pre Merger) 31-Mar-2022
Present value of obligation as at the beginning of the year	6.43	5.83	5.21
Interest cost	0.47	0.40	0.36
Current service cost	2.09	1.66	1.54
Benefits paid	-	(0.04)	(0.04)
Remeasurement - actuarial (gain) / loss	(2.40)	(1.43)	(1.38)
Present value of obligation as at the end of the year	6.59	6.42	5.69
<b>ii) Amount recognised in the Balance Sheet</b>			
Present value of the defined benefit obligation as at the end of the year	6.59	6.42	5.69
Fair value of plan assets as at the end of the year	-	-	-
Net asset/(liability) recognised in the Balance Sheet	6.59	6.42	5.69
<b>iii) Expense recognised in the statement of profit and loss</b>			
Current service cost	2.09	1.66	1.54
Net interest cost	0.47	0.40	0.36
Expense recognised in the statement of profit and loss	2.56	2.06	1.90
<b>iv) Re-measurement of the net defined benefit liability / (asset)</b>			
Actuarial (gain)/loss for the year on projected benefit obligation (PBO)	(2.40)	(1.43)	(1.38)
Actuarial (gain)/loss for the year on plan assets	-	-	-
Total Actuarial (gain)/loss at the end of the year	(2.40)	(1.43)	(1.38)
<b>v) Bifurcation of actuarial (gain) / loss</b>			
Actuarial (Gain) / loss on arising from change in demographic assumption	-	-	-
Actuarial (Gain) / loss on arising from change in financial assumption	(0.04)	(0.09)	(0.09)
Actuarial (Gain) / loss on arising from change in experience assumption	(2.36)	(1.34)	(1.29)
	(2.40)	(1.43)	(1.38)

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)***Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**vi) Principal actuarial assumptions at the Balance Sheet date :****Financial Assumptions**

Particulars	Gratuity (Unfunded)	Gratuity (Unfunded)	Gratuity (Unfunded)
	31-Mar-2023	01-Apr-2022	31-Mar-2022
Mortality Table	IAL 2012-14 Ultimate	IAL 2012-14 Ultimate	IAL 2012-14 Ultimate
Attrition rate (per annum)	20.00%	20.00%	20.00%
Imputed Rate of return/ Discount rate (per annum)	7.52%	7.35%	7.35%
Rate of increase in compensation levels (per annum)	7.00%	7.00%	7.00%
Average remaining working lives of employees (years)	23.86	23.52	23.47
Method used	Projected unit credit	Projected unit credit	Projected unit credit

**vii) Actuarial risks exposures:**

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follows:

- Salary Increases - Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- Imputed Rate of Return (IROR) - Reduction in IROR in subsequent valuations can increase the plan's liability.
- Withdrawals - Actual withdrawals proving higher or lower than that assumed and change of withdrawal rates at subsequent valuations can impact Plan's liability.
- Mortality - Actual deaths proving lower or higher than assumed in the valuation can impact the liabilities.

**viii) Sensitivity analysis of the defined benefit obligation:**

Following table reflects change in liabilities that will result from change in assumptions in respect of Salary Rise, Imputed Rate of Return and Attrition Rates. Deviation in expected Mortality is of less significance and thus not included in analysis

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**SENSITIVITY CUM SCENARIO TESTING (GRATUITY) as at 31.03.2023**

SR	IROI	AR	AVGL (in ₹)	Difference over base (in ₹)
(1.00)	(1.00)	(1.00)	6.68	0.09
(1.00)	-	(1.00)	6.42	(0.17)
(1.00)	1.00	(1.00)	6.18	(0.42)
(1.00)	(1.00)	-	6.59	-
(1.00)	-	-	6.34	(0.25)
(1.00)	1.00	-	6.11	(0.48)
(1.00)	(1.00)	1.00	6.50	(0.09)
(1.00)	-	1.00	6.26	(0.33)
(1.00)	1.00	1.00	6.04	(0.55)
-	(1.00)	(1.00)	6.97	0.37
-	-	(1.00)	6.68	0.09
-	1.00	(1.00)	6.42	(0.17)
-	(1.00)	-	6.86	0.27
-	-	-	6.59	-
-	1.00	-	6.34	(0.25)
-	(1.00)	1.00	6.75	0.16
-	-	1.00	6.50	(0.09)
-	1.00	1.00	6.27	(0.32)
1.00	(1.00)	(1.00)	7.27	0.68
1.00	-	(1.00)	6.96	0.37
1.00	1.00	(1.00)	6.68	0.09
1.00	(1.00)	-	7.14	0.55
1.00	-	-	6.86	0.27
1.00	1.00	-	6.59	-
1.00	(1.00)	1.00	7.02	0.43
1.00	-	1.00	6.75	0.16
1.00	1.00	1.00	6.50	(0.09)

**SENSITIVITY CUM SCENARIO TESTING (GRATUITY) as at 01.04.2022 (post merger)**

SR	IROI	AR	AVGL (in ₹)	Difference over base (in ₹)
(1.00)	(1.00)	(1.00)	6.49	0.06
(1.00)	-	(1.00)	6.27	(0.16)
(1.00)	1.00	(1.00)	6.06	(0.37)
(1.00)	(1.00)	-	6.43	-
(1.00)	-	-	6.22	(0.21)
(1.00)	1.00	-	6.02	(0.41)
(1.00)	(1.00)	1.00	6.37	(0.06)
(1.00)	-	1.00	6.17	(0.26)
(1.00)	1.00	1.00	5.98	(0.45)
-	(1.00)	(1.00)	6.73	0.30
-	-	(1.00)	6.49	0.06
-	1.00	(1.00)	6.27	(0.16)
-	(1.00)	-	6.66	0.23
-	-	-	6.43	-
-	1.00	-	6.22	(0.21)
-	(1.00)	1.00	6.59	0.16
-	-	1.00	6.37	(0.06)
-	1.00	1.00	6.17	(0.26)
1.00	(1.00)	(1.00)	6.99	0.56
1.00	-	(1.00)	6.73	0.30
1.00	1.00	(1.00)	6.49	0.06
1.00	(1.00)	-	6.90	0.47
1.00	-	-	6.66	0.23
1.00	1.00	-	6.43	-
1.00	(1.00)	1.00	6.82	0.39
1.00	-	1.00	6.59	0.16
1.00	1.00	1.00	6.37	(0.06)



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**SENSITIVITY CUM SCENARIO TESTING (GRATUITY) as at 31.03.2022 (pre merger)**

SR	IROI	AR	AVGL (in ₹)	Difference over base (in ₹)	
	(1.00)	(1.00)	(1.00)	5.75	0.06
	(1.00)	-	(1.00)	5.53	(0.16)
	(1.00)	1.00	(1.00)	5.33	(0.36)
	(1.00)	(1.00)	-	5.69	(0.00)
	(1.00)	-	-	5.49	(0.21)
	(1.00)	1.00	-	5.29	(0.40)
	(1.00)	(1.00)	1.00	5.63	(0.06)
	(1.00)	-	1.00	5.44	(0.25)
	(1.00)	1.00	1.00	5.25	(0.44)
	-	(1.00)	(1.00)	5.98	0.29
	-	-	(1.00)	5.75	0.06
	-	1.00	(1.00)	5.54	(0.15)
	-	(1.00)	-	5.91	0.22
	-	-	-	5.69	-
	-	1.00	-	5.49	(0.20)
	-	(1.00)	1.00	5.84	0.15
	-	-	1.00	5.63	(0.06)
	-	1.00	1.00	5.44	(0.25)
	1.00	(1.00)	(1.00)	6.23	0.54
	1.00	-	(1.00)	5.98	0.29
	1.00	1.00	(1.00)	5.75	0.06
	1.00	(1.00)	-	6.14	0.45
	1.00	-	-	5.91	0.22
	1.00	1.00	-	5.69	0.00
	1.00	(1.00)	1.00	6.06	0.37
	1.00	-	1.00	5.84	0.15
	1.00	1.00	1.00	5.63	(0.06)

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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

ix) **Expected Payouts as per Terminal Salary & Present Length of Service**

Particulars	Gratuity (Unfunded)	Gratuity (Unfunded)	Gratuity (Unfunded)
	31-Mar-2023	(post merger) 01-Apr-2022	(pre merger) 31-Mar-2022
<b>Years</b>			
a) 0 to 1 years	1.30	1.76	1.14
b) 2 to 5 years	3.86	3.63	3.55
c) 6 to 10 years	2.95	2.18	2.12
d) More than 10 years	1.15	1.06	1.00

x) **Expected Payouts as per Terminal Salary & Terminal Length of Service**

Particulars	Gratuity (Unfunded)	Gratuity (Unfunded)	Gratuity (Unfunded)
	31-Mar-2023	(post merger) 01-Apr-2022	(pre merger) 31-Mar-2022
<b>Years</b>			
a) 0 to 1 years	1.40	1.86	1.22
b) 2 to 5 years	8.62	7.42	7.16
c) 6 to 10 years	15.85	11.25	10.59
d) More than 10 years	12.14	8.65	7.88

xi) **Bifurcation of Projected Benefit Obligation (PBO) at the end of the year in current and non-current**

Particulars	Gratuity (Unfunded)	Gratuity (Unfunded)	Gratuity (Unfunded)
	31-Mar-2023	(post merger) 01-Apr-2022	(pre merger) 31-Mar-2022
Current liability (amount due within one year)	3.27	1.72	1.11
Non-current liability (amount due over one year)	5.33	4.71	4.58
Total PBO at the end of year	8.60	6.43	5.69

**B Contribution to Provident Fund**

The company has recognized an expense of ₹ ₹ 7.647 Millions ( Previous year ₹ 6.109 Millions) in respect of contribution to Provident Fund.

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)***Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**36 Segment Reporting**

The Company is engaged in the business of manufacturing and trading of Iron and Steel products such as Ingot, Steel Casting, Metal Rolls and Alloy and Non-Alloy Round, Flat, Hex and Square etc.. In the context of Ind AS 108 on 'Segment Reporting', the results are considered to constitute a single reportable entity/ business segment for which the operating results are regularly reviewed by the company's Chief Operating Decision Maker.

**Revenue for the Current and Previous Year is as below :**

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Revenue from Operations	4,629.28	3,329.32
<b>Total Revenue</b>	<b>4,629.28</b>	<b>3,329.32</b>

No single customer represents 10% or more of the Group's total revenue during the year ended 31-Mar-2023 and 31-Mar-2022.

**37 Disclosure pursuant to Ind AS-116 Leases****Company as a Lessee**

Lease payments on account of short term and low value leases are recognized as rental expense.

Rental expense recorded under other expenses :

Particulars	As at 31-Mar-2023	As at 31-Mar-2022
Rent	6.08	2.67

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**38 Related party disclosures**

In accordance with the requirements of IND AS 24, on Related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

**A. Related party and their relationship:-**

<b>i</b>	<b>Key Management Personnel:</b>	Sh. Dinesh Kumar Garg - Whole time Director
		Sh. Lovlish Garg - Whole time Director
		Sh. Parkash Chand Garg - Director
<b>ii</b>	<b>Relatives of Key Management Person</b>	Rajesh Garg      Anju Garg      Urmil Bansal      Pratibha Goyal      Ivansh Garg
		Bhuvnesh Garg      Kiran Garg      Bhanu Garg      Yogita Garg
		Kanav Garg      Ridhisha Garg      Simran Garg      Aakanksha Garg
<b>iii</b>	<b>Enterprises over which Key Management Personnel (KMP) and relative of such personnel is able to exercise significant influence or control:</b>	M/s Belco Ispat & Alloys
		M/s BLC Metal Pvt.Ltd.
		Parkash Chand Garg HUF
		Lovlish Garg HUF
		Dinesh Garg Huf
		M/s B L Ispat & Alloys
Rajesh Garg Huf		

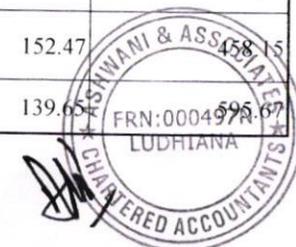


**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**B Details of transactions entered into with related parties during the year as required by Ind AS 24 on "Related Party Disclosures" of Companies (Indian Accounting Standards) Rules 2015.**

Sr. No.	Particulars	Enterprises over which KMP is able to exercise significant influence or control		Key Management Personnel (KMP)		Relatives of KMP		Total	
		Year ended 31-Mar-2023	Year ended 31-Mar-2022	Year ended 31-Mar-2023	Year ended 31-Mar-2022	Year ended 31-Mar-2023	Year ended 31-Mar-2022	Year ended 31-Mar-2023	Year ended 31-Mar-2022
1	Interest Paid	2.76	4.98	0.90	2.89	10.28	10.36	13.94	18.23
2	Managerial remuneration	-	-	13.80	14.40	-	-	13.80	14.40
3	Freight Paid	1.77	1.35	-	-	-	-	1.77	1.35
4	Rent paid	0.96	-	0.30	-	4.77	1.35	6.03	1.35
5	Salary Paid	-	-	-	-	9.02	6.12	9.02	6.12
6	Interest Received	1.62	-	-	-	-	-	1.62	-
7	Purchase of Goods	2.17	5.48	-	-	-	-	2.17	5.48
8	Sale of Goods	-	83.83	-	-	-	-	-	83.83
9	Loan Given	24.38	-	-	-	-	-	24.38	-
10	Loan Received Back	24.38	-	-	-	-	-	24.38	-
11	Loans Accepted	22.56	171.07	31.71	176.91	98.21	110.17	152.47	358.15
12	Loans Repaid	26.42	178.99	23.80	219.45	89.43	197.23	139.65	596.67



**BEHARI LAL ENGINEERING LIMITED**  
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Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**C Details of balances outstanding as at the end of the year**

Sr. No.	Particulars	Enterprises over which KMP is able to exercise significant influence or control		Key Management Personnel (KMP)		Relatives of KMP		Total	
		As at 31-Mar-23	As at 31-Mar-22	As at 31-Mar-23	As at 31-Mar-22	As at 31-Mar-23	As at 31-Mar-22	As at 31-Mar-23	As at 31-Mar-22
1	Closing Balance of Investment	29.49	-	-	-	-	-	29.49	-
<b>Amount payable on the last day of the year</b>									
1	Loans	35.49	33.42	178.81	17.47	150.80	38.74	365.10	89.63
1	Salary payable	-	-	-	-	0.23	0.08	0.23	0.08
2	Managerial remuneration	-	-	0.43	0.16	-	-	0.43	0.16
4	Rent payable	0.07	-	-	-	0.40	-	0.47	-

Note- The transactions with related parties are made in the ordinary course of business and on terms equivalent to those that prevail in arm's length transactions with other vendors. Outstanding balances at the year-end is unsecured.

(ii) Personal Guarantees of the Directors have been provided for Loan.(Refer Note No. 17)

\* (iii) Long-term employee benefits for Key Managerial Personnel and Relatives of Key Managerial Personnel

The personnel are covered by Company's gratuity policy and are eligible for compensated absences along with other employees of the Company. The proportionate amount of gratuity and compensated absences cost pertaining to managerial remuneration and salary payable have not been included in aforementioned disclosures as these are not determined on individual basis.

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**39 Disclosures of Financial instruments**

(a) The carrying value and fair value of financial instruments by categories at the end of each reporting period is pending at the end as follows:

As at 31-Mar-2023

Particulars	Amortized cost	At fair value through profit or loss		At fair value through OCI		Total carrying value	Total Fair value
		Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
<b>Financial Assets:</b>							
Non-Current Investments	-		29.49			29.49	29.49
Other financial non-current assets	29.27					29.27	29.27
Trade receivables	656.75					656.75	656.75
Cash and cash equivalents	19.40					19.40	19.40
Other Bank Balances	3.49				-	3.49	3.49
Other financial current assets	2.31					2.31	2.31
<b>Total</b>	<b>711.22</b>	<b>-</b>	<b>29.49</b>	<b>-</b>	<b>-</b>	<b>740.71</b>	<b>740.71</b>
<b>Financial Liabilities:</b>							
Long term borrowings	303.83					303.83	303.83
Short term borrowings	332.56					332.56	332.56
Trade payables - current	114.28					114.28	114.28
Other financial current liabilities	42.08					42.08	42.08
<b>Total</b>	<b>792.75</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>792.75</b>	<b>792.75</b>

As at 31-Mar-2022

Particulars	Amortized cost	At fair value through profit or loss		At fair value through OCI		Total carrying value	Total Fair value
		Designated upon initial recognition	Mandatory	Equity instruments designated upon initial recognition	Mandatory		
<b>Financial Assets:</b>							
Non-Current Investments	-					-	-
Other financial non-current assets	21.39					21.39	21.39
Trade receivables	454.29					454.29	454.29
Cash and cash equivalents	2.00					2.00	2.00
Other Bank Balances	3.34					3.34	3.34
Other financial current assets	0.14					0.14	0.14
<b>Total</b>	<b>481.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>481.16</b>	<b>481.16</b>
<b>Financial Liabilities:</b>							
Long term borrowings	133.63					133.63	133.63
Short term borrowings	59.82					59.82	59.82
Trade payables - current	124.15					124.15	124.15
Other financial current liabilities	37.19					37.19	37.19
<b>Total</b>	<b>354.80</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>354.80</b>	<b>354.80</b>

The Company maintains policies and procedures to value Financial Assets & Financial Liabilities using the best and most relevant data available. The Fair Values of the Financial Assets and Liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Company has disclosed financial instruments such as Trade receivables, cash and cash equivalents, other bank balances, other financial assets and other financial liabilities at carrying value because their carrying amounts are a reasonable approximation of the fair values.

**(b) Basis of Fair value of Financial assets and liabilities**

**(i) Fair Value hierarchy**

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

(ii) The following table presents fair value hierarchy of assets and liabilities measured at fair value:

As at 31-Mar-2023

Particulars	Fair Value	Fair Value measurement using			Fair value technique
		Level 1	Level 2	Level 3	
<b>Financial liabilities</b>					
Non-current investments at fair value through Profit and Loss	29.49	-	29.49	-	Book value as per the latest audited financial statements
Total	29.49	-	29.49	-	

As at 31-Mar-2022

Particulars	Fair Value	Fair Value measurement using			Fair value technique
		Level 1	Level 2	Level 3	
<b>Financial Assets</b>					
Non-current investments at fair value through Profit and Loss	-	-	-	-	
Total	-	-	-	-	

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**BEHARI LAL ENGINEERING LIMITED**

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Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**40 Financial Risk Management**

The financial assets of the company include investments, trade and other receivables and cash and bank balances that derive directly from its operations. The financial liabilities of the company include loans and borrowings, trade payables, and other payables, and the main purpose of these financial liabilities is to finance the day to day operations of the company.

The company is mainly exposed to the following risks that arise from financial instruments:

- (i) Market risk
- (ii) Liquidity risk
- (iii) Credit risk

The Company's senior management oversees the management of these risks and that advises on financial risks and the appropriate financial risk governance framework for the Company.

This note explains the risks which the company is exposed to and policies and framework adopted by the company to manage these risks:

**(i) Market Risk**

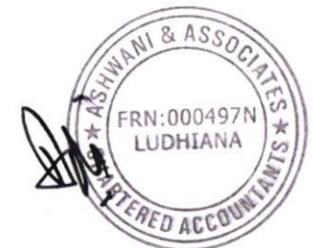
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: foreign currency risk and interest rate risk.

**(a) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company undertakes transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. The Company's exposure to currency risk relates primarily to the Company's operating activities when transactions are denominated in a different currency from the Company's functional currency

The company imports certain Property, Plant and Equipment and material from outside India and export finished goods. The exchange rate between the Indian rupee and foreign currencies has fluctuated in recent years and may fluctuate substantially in the future. Consequently the company is exposed to foreign currency risk and the results of the company may be affected as the rupee appreciates/ depreciates against foreign currencies. Foreign exchange risk arises from the future probable transactions and recognized assets and liabilities denominated in a currency other than company's functional currency.

The Company's exposure to foreign currency risk was based on the following amounts as at the reporting dates:



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

Particulars	As at		As at	
	31-Mar-2023		31-Mar-2022	
	Foreign currency	INR	Foreign currency	INR
<b>Trade receivable</b>				
-In USD	-	-	0.03	2.55
-In EURO	0.28	23.81	0.13	10.84
<b>Trade Payables</b>				
-In USD	0.08	6.94	-	-
In EURO	-	-	-	-
<b>Net exposure</b>				
-In USD	(0.08)	(6.94)	0.03	2.55
-In EURO	0.28	23.81	0.13	10.84

Of the above foreign currency exposures, the Company has not hedged any foreign exposures.

**Foreign currency sensitivity analysis**

Any changes in the exchange rate of USD and EURO against INR is not expected to have significant impact on the Company's profit due to the less exposure of these currencies. Accordingly, a 2% appreciation/depreciation of the INR as indicated below, against the USD and EURO would have reduced/increased profit by the amounts shown below. This analysis is based on the foreign currency exchange rate variances that the Company considered to be reasonably possible at the end of the reporting period. The analysis assumes that all other variable remains constant:

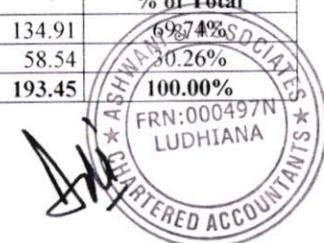
Particulars	31-Mar-2023		31-Mar-2022	
	Strengthening	Weakening	Strengthening	Weakening
2% Strengthening / weakening of USD against INR	(0.14)	0.14	0.05	(0.05)
2% Strengthening / weakening of EURO against INR	0.48	(0.48)	0.22	(0.22)

**(b) Interest Rate Risk**

The Company's exposure to the risk of changes in market interest rates relates primarily to long term debt. Borrowings at variable rates exposes to cash flow risk. With all other variables held constant, the following table demonstrates composition of fixed and floating rate borrowing of the company and impact of floating rate borrowings on company's profitability.

**Interest Rate Risk Exposure**

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	in ₹	% of Total	in ₹	% of Total
Fixed Rate Borrowings	450.92	70.86%	134.91	69.74%
Variable Rate Borrowings	185.46	29.14%	58.54	30.26%
<b>Total Borrowings</b>	<b>636.38</b>	<b>100.00%</b>	<b>193.45</b>	<b>100.00%</b>



**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**Cash flow sensitivity analysis for variable rate instruments**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. A change of 100 basis points in interest rates for variable rate instruments at the reporting date would have increased/(decreased) profit or loss for the below years by the amounts shown below. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
<b>Increase in 100 basis point</b>	1.85	0.59
<b>Decrease in 100 basis point</b>	(1.85)	(0.59)

**(ii) Liquidity Risk**

Liquidity risk refers to the risk that the Company will encounter difficulty to meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements.

The financial liabilities of the company include loans and borrowings, trade and other payables. The company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations.

The company monitors its risk of shortage of funds to meet the financial liabilities using a liquidity planning tool. The company plans to maintain sufficient cash to meet the obligations as and when falls due.

The below is the detail of contractual maturities of the financial liabilities of the company at the end of each reporting period:

Particulars	As at	As at
	31-Mar-2023	31-Mar-2022
<b>Long term borrowing including current maturities</b>	<b>308.13</b>	<b>133.63</b>
Less than 1 year	4.31	0.95
1-2 year	240.59	3.95
2-5 year	8.26	138.73
5-10 year	-	-
Later	54.97	-
<b>Short term borrowings</b>	<b>328.24</b>	<b>59.82</b>
Less than 1 year	328.24	59.82
1-2 year	-	-
2-5 year	-	-
5-10 year	-	-
Later	-	-



**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

<b>Trade Payables</b>	<b>114.28</b>	<b>124.16</b>
Less than 1 year	114.28	124.16
1-2 year	-	-
2-5 year	-	-
5-10 year	-	-
Later	-	-
<b>Other Financial liabilities</b>	<b>44.10</b>	<b>37.19</b>
Less than 1 year	44.10	37.19
1-2 year	-	-
2-5 year	-	-
5-10 year	-	-
Later	-	-

**(iii) Credit Risk**

Credit risk refers to the risk of default on its contractual terms or obligations by the counterparty resulting in a financial loss. The maximum exposure to the credit risk at the reporting date is primarily from trade receivables which are typically unsecured. Credit risk on cash and bank balances is limited as the company generally invests in deposits with banks and financial institutions with high credit ratings assigned by credit rating agencies.

The company assesses the creditworthiness of the customers internally to whom goods are sold on credit terms in the normal course of business. The credit limit of each customer is defined in accordance with this assessment. Outstanding customer receivables are regularly monitored.

The impairment analysis is performed on client to client basis for the debtors that are past due at the end of each reporting date. The company has not considered an allowance for doubtful debts in case of Trade receivables that are past due but there has not been a significant change in the credit quality and the amounts are still considered recoverable.

The following table gives details in respect of percentage of revenues generated from top one customer and top five customer:

Particulars	Financial Year	Financial Year
	2022-23	2021-22
<b>(a) Revenue from top five customers</b>		
Revenue from top customer (%)	7.37%	7.45%
Revenue from top five customers (%)	29.68%	27.64%

**Write off policy**

The financials assets are written off in case there is no reasonable expectation of recovering from the financial asset.



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
 Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

**41 Capital Management**

The capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the company. The primary objective of the company's capital management is to maintain optimum capital structure to reduce cost of capital and 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 which otherwise would permit the banks to immediately call loans and borrowings. In order to maintain or adjust the capital structure, the company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital. The Company's gearing ratio was as follows:

Particulars	0	
	As at 31-Mar-2023	As at 31-Mar-2022
Borrowings including current maturities and interest accrued but not due	636.38	193.45
Less: Cash & cash equivalent and other bank balances	22.89	5.34
Net debt (A)	613.47	188.11
Total equity (B)	1,195.94	747.95
<b>Gearing ratio (A/B)</b>	0.51	0.25

Further, there have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

There were no changes in the objectives, policies or processes for managing capital during the year ended 31-Mar-2023 and 31-Mar-2022.

- 42 In accordance with the Ind AS-36 on Impairment of Assets, the Company has assessed as on the balance sheet date, whether there are any indications with regard to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account.

**43 Reconciliation of Cash flow from financing Activities**

In pursuant to amendment in the companies (Indian Accounting Standards) Rules, 2017 via MCA notification G.S.R 258(E) dated 17-Mar-2017 Para 44A to Para 44E has been inserted after Para 44 in Indian accounting Standard-7 "Statement of Cash Flows" for the period beginning on 1-Apr-2017



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
 Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

Particulars	Current borrowing	Non-current borrowing including current maturities
<b>Opening balance of Financial liabilities as on 01-Apr-2022 coming under the financing activities of Cash Flow Statement (Pre Merger)</b>	59.82	133.63
Pursuant to scheme of Merger#	174.79	141.09
<b>Opening balance of Financial liabilities as on 01-Apr-2022 coming under the financing activities of Cash Flow Statement (Post Merger)</b>	<b>234.61</b>	<b>274.72</b>
<b>Changes during the year</b>	268.43	172.62
a) Changes from financing cash flow	-	-
b) Changes arising from obtaining or losing control of subsidiaries or other business	-	-
c) The effect of changes in foreign exchanges rates- (Gain)/Loss	-	-
d) Changes in fair value	-	1.89
e) Other changes-Dividend on redeemable preference shares	-	-
	<b>328.24</b>	<b>308.14</b>
<b>Closing balance of Financial liabilities as on 31-Mar-2023 coming under the financing activities of Cash Flow Statement</b>		

# refer note no. 46

Particulars	Current borrowing	Non-current borrowing
<b>Opening balance of Financial liabilities as on 01-Apr-2021 coming under the financing activities of Cash Flow Statement</b>	81.11	240.33
<b>Changes during the year</b>	(21.29)	(106.70)
a) Changes from financing cash flow	-	-
b) Changes arising from obtaining or losing control of subsidiaries or other business	-	-
c) The effect of changes in foreign exchanges rates- (Gain)/Loss	-	-
d) Changes in fair value	-	-
e) Other changes-Dividend on redeemable preference shares	-	-
	59.82	133.63
<b>Closing balance of Financial liabilities as on 31-Mar-2022 coming under the financing activities of Cash Flow Statement</b>		



**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
 Notes forming part of special purpose Ind AS financial statements  
 All amounts in INR Millions, unless otherwise stated

44 Auditor's Remuneration	As at 31-Mar-23	As at 31-Mar-22
<b>Particulars</b>		
Statutory Audit Fee	0.09	0.03
	<b>0.09</b>	<b>0.03</b>

**45 Disclosures Required Under Section 22 Of The Micro, Small And Medium Enterprises Development Act, 2006:**

The details of amounts outstanding to Micro, Small and Medium Enterprises under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act), based on the available information with the Company are as under:

Particulars	As at 31-Mar-23	As at 31-Mar-22
i. Principal amount remaining unpaid to any supplier as at the end of the accounting year	24.21	10.17
ii. Interest due thereon remaining unpaid to any supplier as at the end of the accounting period	-	-
iii. The amount of interest paid by the buyer in terms of section 16 of the MSME Act, along with the amount of payment made to the suppliers beyond the appointed day during each accounting year	-	-
iv. The amount of interest paid along with the amount of payment made to the suppliers beyond the appointed day	-	-
v. The amount of interest due and payable for period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSME act	-	-
vi. The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
vii. The amount of further interest due and payable even in succeeding year, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of dis-allowance as a deductible expenditure under section 23	-	-

Dues to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management.



**BEHARI LAL ENGINEERING LIMITED**

*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*

*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

All amounts in INR Millions, unless otherwise stated

46 The Board of Directors of the Company in its meeting held on 06th February 2023 had approved a composite Scheme of Arrangement ('Scheme') under section 230 to 232 and other applicable provisions of the Companies Act 2013 and the provisions of other applicable laws, amongst the Company M/s Behari Lal Engineering Limited (BLEL) (Formerly Known as Behari Lal Engineering Private Limited)(Formerly known as Behari Lal Ispat Private Limited) "Transferee Company", M/s Belco Special Steels Private Limited (BSSPL) "Transferor Company 1" and M/s Parkash Multimetals Private Limited (PMPL) "Transferor Company 2" and their respective shareholders and creditors ("Scheme").The Scheme has been approved by the Hon'ble Chandigarh Bench (Court II) of National Company Law Tribunal ("NCLT") vide its order dated 22th August 2024, the certified copy of the NCLT order has been filled with Registrar of Companies, Chandigarh on 25th September 2024 and the Scheme has come into effect accordingly. The Scheme is effective from the Appointed Date i.e. 1 April, 2022. The effects of the Scheme has been incorporated in this special purpose Ind AS financial statements for the year ended 31st March 2024.

The company applied for the scheme of amalgamation on 18th March, 2023 which was approved by the Hon'ble NCLT on 22th August 2024. The scheme became effective on 25th September 2024 upon filling of scheme with Registrar of companies. This indicate that conditions existed at the end of the reporting period and therefore treated as an adjusting event. The above event is a major adjusting event that occurred after the balance sheet date but before the date of approval of balance sheet.

As BSSPL is primarily engaged in the manufacturing of Alloy and Carbon Steels in various sections-Round, Flat, Hex and Square and PMPL is primarily engaged in business of Trading of Iron and Steel, The amalgamation will enable further expansion of the Company and provide a strong and focused base to undertake the business more advantageously.

In terms of the Scheme, equity share capital of 5,40,000 and 3,00,000 of face value of ₹ 10/- each of the Company held by BSSPL and PMPL respectively shall stand cancelled, and existing shareholders of BSSPL and PMPL will be issued and allotted fully paid up 380 and 299 equity share of BLEL of face value of ₹ 10/- each for 100 equity share held by them in the BSSPL and PMPL respectively from the Appointed Date i.e. 1 April, 2022 (scheme of Arrangement for Amalgamation).

As stated above, in terms of the Scheme 20,52,000 nos. and 8,97,000 nos. of equity shares of ₹10 each to be issued and allotted to the equity shareholders of the BSSPL and PMPL respectively in the ratio of 380:100 and 299:100.

The equity shares are pending for allotment as on 31 March, 2024 to the above shareholders and 29,49,000 equity share capital having paid capital of ₹ 29.490 Millions has been shown as "Equity share capital to be issued pursuant to the scheme of Arrangement for Amalgamation" and accordingly EPS (both Basic and Diluted) has been calculated considering balance in Equity share capital to be issued pursuant to the scheme of Arrangement for Amalgamation.

BSSPL has issued 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares of 1,64,00,000 of ₹10/- each to be redeemed within 20 years, subject to an option with issuer of the instrument to redeem preference shares prior to their maturity.

As part of the scheme(s) of amalgamations, BLEL shall issue equal number of 3.50% Non- Cumulative Non-Convertible Redeemable Preference Shares ₹10/- each to preference shareholders of BSSPL on the same terms as existed in that of the BSSPL.

Notwithstanding anything contained in the above para, 3.5% Non- Cumulative Non-Convertible Redeemable Preference Shares of 60,00,000 of ₹10/- each of M/s Belco Special Steels Private Limited "Transferor Company 1" as held by M/s Parkash Multimetals Private Limited "Transferor Company 2" shall stand cancelled.

As per the requirement of accounting for common control transactions contained in Ind AS 103 "Business Combinations", the Company has accounted for the mergers sanctioned by NCLT, as aforesaid, using the pooling of interest method retrospectively. The previous year figures have been accordingly restated from April 1, 2022 to include the impact of merger.

The difference between the net identifiable assets acquired and consideration paid on merger being ₹ (21.09) Millions has been adjusted with Retained Earnings which constitute ₹ 44.88 Millions and ₹ (65.97) Millions on account of merger of BSSPL and PMPL.

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**BEHARI LAL ENGINEERING LIMITED**  
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*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
*Notes forming part of special purpose Ind AS financial statements*  
All amounts in INR Millions, unless otherwise stated

**Notes to the reconciliation of Balance Sheet as at April 1, 2021 and March 31, 2022, total comprehensive income & Cash Flow Statement for the year ended March 31, 2022**

- a. Ind AS 8 requires rectification of material prior period errors with retrospective effect. Hence prior period items were shown in comparative year adjusted by restating the opening balances of retained earning, asset and liability at the transition date. Hence the retained earning decreased by ₹3.56/- millions as at April 1, 2021. Due to prior period error in employee benefit expense it is reduced by ₹ 0.67/- millions and depreciation and amortization expense reduced by ₹ 0.05/- millions for the year ended March 31, 2022. Corresponding impact is recognised in other non-current financial assets due to expense off of Preliminary expenses (decreased by Nil as at March 31, 2022 (₹0.05/- millions as at April 1, 2021)) and provision of Gratuity (increased by ₹2.83/- millions as at March 31, 2022 (₹3.51/- millions as at April 1, 2021)).
- b. Borrowings of ₹1.27/- millions as at March 31, 2022 (₹ Nil/- as at April 1, 2022) have been reclassified under 'Current Financial Liabilities-Borrowings'. Under the previous GAAP, these were classified under 'Non Current Financial Liabilities-Borrowings'.
- c. Under Ind AS, re-measurements i.e. actuarial gains and losses are to be recognized in 'Other comprehensive income' and are not to be reclassified to profit and loss in a subsequent period. Under the Indian GAAP, these remeasurements were forming part of the profit or loss. Therefore, actuarial gain/(loss) amounting to ₹1.38/- millions for the financial year 2021-22 has been recognized in OCI which was earlier recognized as Employee Benefit Expense and Employee Benefit Expenses has been increased by same amount. However, the same has no impact on the total equity as at 31st March 2022.
- d. Non Current Provision of Gratuity of ₹4.58/- millions as at March 31, 2022 (₹4.04/- millions as at April 1, 2021) has been reclassified. Under the previous GAAP, these were classified under 'Current Provision'.
- e. Under the previous GAAP, deferred tax was recognized for the temporary timing differences which focus on differences between taxable profits and accounting profits for the period. Ind AS requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an assets or liability in the balance sheet and its tax base. Further, the application of Ind AS has resulted in recognition of certain temporary differences which was not required under Indian GAAP. Accordingly, deferred tax adjustments have been recognized in correlation to the underlying transactions in retained earnings/OCI in accordance with Ind AS. This has resulted increase in retained earnings on 1st April 2021 by ₹1.31/- millions and increase in retained earnings on 31st March 2022 by ₹1.43/- millions with corresponding adjustment in Deferred Tax Liability/(Asset).
- f. Under previous GAAP, there was no concept of other comprehensive income. Under Ind AS, specified items of income, expense, gains or losses are required to be presented in other comprehensive income.

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
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**Notes forming part of special purpose Ind AS financial statements**

All amounts in INR Millions, unless otherwise stated

**50 DISCLOSURE AS PER IND AS 101 "FIRST TIME ADOPTION OF IND AS"**

**Transition to IND AS**

The March 2023 Financial Statements, were the first financials, prepared in accordance with Ind-AS. Upto the Financial year ended March 31, 2022, the Company prepared its financial statements in accordance with accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under Section 133 of the Act, read with the Companies (Accounts) Rules, 2014 ("Indian GAAP"/"Previous GAAP")

In March 2023 Financial Statements, year end March 31, 2023 is the 'first time reporting period', for first time adoption of Indian Accounting Standard (Ind-AS) – notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and accordingly April 01, 2021 is the transition date for preparation of its March 2023 Financial Statements as at and for the year ended March 31, 2023. This note explains the principal adjustments made by the Company in restating its Indian GAAP Financial Statements, including the balance sheet as at April 01, 2021 and the financial statements as at and for the year ended March 31, 2022.

The Special Purpose Ind AS Financial Statements have been prepared after making suitable adjustments to the accounting heads from their Indian GAAP values following accounting policies and accounting policy choices (both mandatory exceptions and optional exemptions availed as per Ind AS - 101) consistent with that used at the date of transition (April 01, 2021) and as per the presentation, accounting policies and grouping/classifications including revised Schedule III disclosures followed as at and for the year ended March 31, 2024

This note below explains exemptions availed by the Company in restating its Indian GAAP Financial Statements and the GAAP adjustments which includes:

- a) Reconciliation of Equity and Total Comprehensive Income for the year end March 31, 2022 with the Indian GAAP Financial Statements for the year ended March 31, 2022 as presented in Restated Financial Statements.
- b) Reconciliation of Equity for April 01, 2021 with the Indian GAAP Financial Statements for the year ended March 31, 2021.

**Optional Exemptions and Mandatory Exceptions**

In the Ind AS opening balance sheet as at 1st April, 2021, the carrying amounts of assets and liabilities from the Previous GAAP as at 31st March, 2021 are generally recognized and measured according to Ind AS. However, for certain individual cases, Ind AS 101 "First-time Adoption of Indian Accounting Standards" provides for optional exemptions and mandatory exceptions to the general principles of retrospective application of Ind AS. The Company has made use of the following exemptions and exceptions in preparing its opening Ind AS balance sheet:

**i) Deemed Cost**

Ind AS 101 permits a first time adopter to elect to carrying value of its property, plant and equipment including Capital work in progress as recognised in financial statements as at the date of transition to Ind AS, measured as per previous GAAP and use that as its deemed cost as at the date of transition or apply principles of Ind AS retrospectively.

The Company has elected to consider carrying value as per previous GAAP as at the date of transition of its property, plant and equipment including Capital work in progress as its deemed cost on the date of transition to Ind AS.

**ii) Leases**

The Company has elected not to recognise ROU assets and lease liabilities for short term leases as well as low value assets and recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term. Short term leases are leases with lease term of 12 months or less.

**iii) Estimates:**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP, unless there is objective evidence that those estimates were in error. Ind AS estimates as at 01st April, 2021 and 31st March, 2022 are consistent with the estimates as at the same date made in the conformity with previous GAAP apart from the following items under Indian GAAP did not require estimation:

- Fair values of Financial Assets & Financial Liabilities
- Impairment of Financial Assets based on expected credit loss model
- Discount rates

The estimates used by the Company to present these amounts in accordance with Ind AS reflect conditions as at 1st April, 2021 and 31st March, 2021.

**iv) Classification and measurement of Financial Assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS. The Company has applied the above requirement on transition date.



**BEHARI LAL ENGINEERING LIMITED**  
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All amounts in INR Millions, unless otherwise stated

**A. Reconciliation of Balance Sheet as at 31<sup>st</sup> March 2022 and 1<sup>st</sup> April 2021**

Particulars	Note No	31.03.2022			01.04.2021		
		Previous GAAP*	Effect of transition to Ind AS	As per Ind AS balance sheet	Previous GAAP*	Effect of transition to Ind AS	As per Ind AS balance sheet
<b>Assets</b>							
<b>Non Current assets</b>							
(a) Property, Plant and Equipment		232.10	-	232.10	192.12	-	192.12
(b) Financial assets							
(i) Other financial assets	a	21.39	-	21.39	21.02	(0.05)	20.97
(c) Other non-current assets		5.81	-	5.81	6.40	-	6.40
<b>Total (A)</b>		<b>259.30</b>	<b>-</b>	<b>259.30</b>	<b>219.54</b>	<b>(0.05)</b>	<b>219.49</b>
<b>Current Assets</b>							
(a) Inventories		422.08	-	422.08	350.42	-	350.42
(b) Financial Assets							
(i) Trade Receivables		454.29	-	454.29	500.24	-	500.24
(ii) Cash and Cash equivalents		2.00	-	2.00	3.56	-	3.56
(iii) Bank balance other than (ii) above		3.34	-	3.34	3.21	-	3.21
(iv) Other financial assets		0.14	-	0.14	0.36	-	0.36
(c) Current tax assets (net)		2.56	-	2.56	-	-	-
(d) Other Current Assets		4.56	-	4.56	12.35	-	12.35
<b>Total (B)</b>		<b>888.97</b>	<b>-</b>	<b>888.97</b>	<b>870.14</b>	<b>-</b>	<b>870.14</b>
<b>Total(A+B)</b>		<b>1,148.27</b>	<b>-</b>	<b>1,148.27</b>	<b>1,089.68</b>	<b>(0.05)</b>	<b>1,089.63</b>
<b>EQUITY AND LIABILITIES</b>							
<b>Equity</b>							
(a) Equity Share Capital		40.00	-	40.00	40.00	-	40.00
(b) Other Equity		709.35	(1.39)	707.96	490.17	(2.25)	487.92
		<b>749.35</b>	<b>(1.39)</b>	<b>747.96</b>	<b>530.17</b>	<b>(2.25)</b>	<b>527.92</b>
<b>Non Current Liabilities</b>							
<b>Financial Liabilities</b>							
(i) Borrowing	b	134.91	(1.27)	133.63	240.33	-	240.33
(b) Provisions	a&d	-	4.58	4.58	-	4.04	4.04
(c) Deferred Tax Liabilities (Net)	e	4.70	(1.43)	3.27	3.91	(1.31)	2.60
<b>TOTAL (B)</b>		<b>139.61</b>	<b>1.87</b>	<b>141.48</b>	<b>244.24</b>	<b>2.73</b>	<b>246.97</b>
<b>Current Liabilities</b>							
<b>Financial Liabilities</b>							
(i) Borrowings	b	58.54	1.27	59.81	81.11	-	81.11
(ii) Trade payables		124.16	-	124.16	172.42	-	172.42
(iii) Other Financial Liabilities		37.19	-	37.19	22.91	-	22.91
(b) Other Current Liabilities		34.67	-	34.67	32.83	-	32.83
(c) Provisions	a&d	4.75	(1.75)	3.00	2.72	(0.52)	2.20
(d) Current Tax Liabilities (Net)		-	-	-	3.27	-	3.27
		<b>259.31</b>	<b>(0.48)</b>	<b>258.83</b>	<b>315.27</b>	<b>(0.52)</b>	<b>314.74</b>
<b>Total</b>		<b>1,148.27</b>	<b>0.00</b>	<b>1,148.27</b>	<b>1,089.68</b>	<b>(0.05)</b>	<b>1,089.63</b>

\* The Previous Indian GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purposes of this note.

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**BEHARI LAL ENGINEERING LIMITED**  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*  
 Notes forming part of special purpose Ind AS  
 All amounts in INR Millions, unless otherwise stated

**B. Reconciliation of Total Comprehensive Income for the year ended March 31, 2022**

Particulars	Note	Previous GAAP*	Effect of transition to Ind AS	Ind AS
<b>Revenue from operations</b>		3,329.32	-	3,329.32
Other income		40.74	-	40.74
<b>Total Income (I)</b>		<b>3,370.06</b>	-	<b>3,370.06</b>
<b>Expenses:</b>				
Cost of materials consumed		1,576.46	-	1,576.46
Purchase of stock-in-trade		765.45	-	765.45
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		(17.56)	-	(17.56)
Employee benefits expense	a,c&f	107.84	0.71	108.55
Finance costs		30.62	-	30.62
Depreciation and amortization expense	a	31.57	(0.05)	31.52
Other expenses		579.30	-	579.30
<b>Total Expenses (II)</b>		<b>3,073.68</b>	<b>0.66</b>	<b>3,074.34</b>
Profit before exceptional items and tax (III=I-II)		296.38	(0.66)	295.72
Exceptional items (IV)		-	-	-
<b>Profit before tax (V=III-IV)</b>		<b>296.38</b>	<b>(0.66)</b>	<b>295.72</b>
Tax expense				
Current tax		75.10	-	75.10
Deferred tax	e	0.80	(0.47)	0.33
Earlier Year Tax		1.30	-	1.30
<b>Tax expense for the year (VI)</b>		<b>77.20</b>	<b>(0.47)</b>	<b>76.73</b>
<b>Profit/ (Loss) for the year (VII=V-VI)</b>		<b>219.18</b>	<b>(0.19)</b>	<b>218.99</b>
<b>Other Comprehensive Income</b>				
<b>Items that will not be reclassified to profit or loss</b>				
i) Re-measurement gains/(losses) on defined benefit plans	c&f	-	1.38	1.38
ii) Income tax relating to items that will not be reclassified to profit or loss	e	-	(0.35)	(0.35)
<b>Other Comprehensive Income for the year, net of tax (VIII)</b>		-	<b>1.03</b>	<b>1.03</b>
<b>Total Comprehensive Income for the Year (IX=VI+VIII)</b>		<b>219.18</b>	<b>0.84</b>	<b>220.02</b>

\* The Previous Indian GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purposes of this note.

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)**Notes forming part of special purpose Ind AS financial statements*

All amounts in INR Millions, unless otherwise stated

**C. Effect of Ind As Adoption on the Statement of Cash Flow for the year ended March 31, 2022**

The transition from Indian GAAP to Ind AS has had no material impact on statement of cash flows.

**D. Reconciliation of Total Equity as at 31st March 2022 & April 1, 2021 between previous GAAP & Ind AS**

Particulars	Note	As at March 31, 2022	As at April 1, 2021
<b>Total Equity under previous GAAP</b>		749.35	530.17
<b>Adjustments made :</b>			
Adjustments of Prior Period Error	a	(2.82)	(3.56)
Impact of Deferred Tax	e	1.43	1.31
<b>Total Equity as per IND AS</b>		<b>747.96</b>	<b>527.92</b>

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**47 Expenditure on Corporate Social Responsibility (CSR)**

As per Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 (the "CSR Rules"), a company, meeting the applicability criteria requires to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities as provided in Schedule VII of the Companies Act, 2013. The CSR activities are monitored by the CSR Committee formed by the Board of Directors in accordance with the provisions of the Section 135 of the Companies Act 2013 read with CSR Rules.

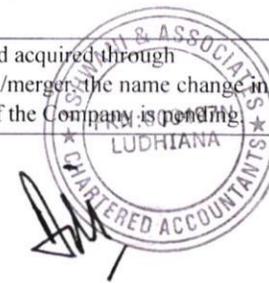
Particulars	For the year ended	
	31-Mar-23	31-Mar-22
Gross amount required to be spent on CSR activities pursuant to section 135	4.23	3.10
Amount of expenditure incurred	3.10	4.24
Surplus arising out of the CSR Projects or programmes or activities of the previous financial years (F.Y. 2021-22)	1.14	-
Shortfall/(Surplus) at the end of the year	(0.00)	(1.14)
Nature of CSR activities	Education, Improvement in health care and medical relief, women empowerment and Animal Welfare.	
Total of previous years shortfall	2.26	2.26
Reason of Shortfall	The Company is in process of identifying eligible projects/entities.	
Details of related party transactions, e.g. Contribution to a trust controlled by the company in relation to CSR expenditure as per relevant AS	-	-
Provision made w.r.t liability incurred by entering into a contractual obligation	-	-
Movement during the year in previous years provision made for contractual obligations	-	-

**48 Additional Regulatory Information**

i The title deeds of all the immovable properties are held in the name of the Company, except for the following:

Description of property	Gross carrying value (₹ in lakh)	Held in the name of	Whether promoter, director or their relative or employee	Period held (i.e. dates of capitalisation provided in range)#	Reason for not being held in the name of the Company
Freehold Land	39.28	Belco Special Steels Private Limited	No	April'2022	Land acquired through amalgamation/merger, the name change in the name of the Company is pending.

#Date has been considered with effect from merger set out in Note 46 to the special purpose Ind AS financial statements.



**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

- ii The Company is not holding any investment property.
- iii The Company has not revalued any of its Property, Plant & Equipment.
- iv The Company has not revalued any of its Intangible Assets.
- v The Company has not given any loan or advances to its Promoters, Directors, KMP and related Parties as defined under Companies Act, 2013.
- vi The Company does not hold any Benami property defined under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder. Further, no proceedings have been initiated during the year or are pending against the Company as at 31-Mar-2023 for holding any benami property.
- vii The company has borrowings from banks on the basis of security of current assets. The company regularly files the stock/ book debts statements to the bank in respect of said borrowings. The company has made a comparison of the data furnished in such statements with the data as per the books of accounts. The summary of reconciliation and reasons of material discrepancies are as follows: -

₹ in lakh

Quarter	Name of Bank	Particulars of Securities Provided	Amount as per books of account	Amount as reported in quarterly return/ statement	Amount of difference	Reason for material discrepancies
Jun-23	The company submits common stock and book debt statements for allocation of drawing power to the following banks- 1) HDFC Bank 2) ICICI Bank	Inventories	Refer Note-1 below	551.99	N.A.	Refer Note-1 below
Sep-23		Inventories	Refer Note-1 below	550.14	N.A.	Refer Note-1 below
Dec-23		Inventories	Refer Note-1 below	604.86	N.A.	Refer Note-1 below
Mar-24		Inventories	605.60	595.59	10.01	Refer Note-2 below
Jun-23		Book Debts	820.64	821.60	(0.96)	Refer Note-3 below
Sep-23		Book Debts	801.09	800.73	0.36	Refer Note-3 below
Dec-23		Book Debts	855.08	858.48	(3.40)	Refer Note-3 below
Mar-24		Book Debts	813.39	837.00	(23.61)	Refer Note-3 below

**Note-1** - The company for the purpose of Books of accounts and special purpose Ind AS financial statements prepare and calculate valuation of various types of inventories annually i.e. at the end of Financial Period. Also, the company is not required under any Statute/ Law to prepare and calculate valuation of various types of inventories quarterly. While submitting the quarterly Stock/ Books Debt Statements to the various banks, the value of inventory was calculated on an estimation basis and in the opinion of the Management that valuation is done on conservative basis. All the banks are duly accepting the quarterly returns submitted by the company and no objections whatsoever regarding the same has ever been raised by the said banks.

**Note-2** - The amount of inventories as at 31.03.2024 is as per audited Balance Sheet. The difference in the value of inventory as per books of account and as per the return submitted to the bank is due to the reason that the stock statement was filed in April 2024 itself and the valuation of inventory is being done on a later date.

**Note-3** - Due to various accounting entries which were pending to be posted in accounting software and were accounted for after the submission of book debt statement to the banks.



**BEHARI LAL ENGINEERING LIMITED**

*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*

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Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

- viii The Company has never been declared as wilful defaulter by any bank or financial institution or other lenders.
- ix As per management, there is no relationship of the company with struck off companies.
- x All the charges are duly registered with the ROC within the prescribed time under the Companies Act 2013 & Rules made there under.
- xi The Company has no subsidiary as prescribed under clause (87) of section 2 of the Act and have no layers of subsidiaries as per the Companies (Restriction on number of Layers) Rules, 2017.
- xii There is scheme of Arrangement approved as on 22th August 2024 which is effective from the Appointed Date i.e. 1 April, 2022 (refer note no. 46).
- xiii The company has not availed any term loan during the year. The share premium and working capital borrowing has been utilised by the company in its own business, the company has not loaned or advanced or invested funds to any other person(s) or entity(ies), including foreign entities with any understanding.
- xiv The company has not traded or invested in Crypto currency or Virtual currency during the financial year.
- xv There is no income that has been surrendered or disclosed as income during the year in Tax Assessments under Income Tax Act,1961.

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**BEHARI LAL ENGINEERING LIMITED***(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)**(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

Notes forming part of special purpose Ind AS financial statements

All amounts in INR Millions, unless otherwise stated

**49 Financial Ratios:**

The following are analytical ratios for the year ended 31-Mar-2023 and 31-Mar-2022 :

Ratios	Numerator	Denominator	31-Mar-2023	31-Mar-2022	Change %	Note
Current ratio (in times)	Current assets	Current liabilities	2.54	3.43	-26.06%	Due to increase in current liability during the current financial year.
Debt-Equity ratio (in times)	Total Debt	Shareholder's Equity	0.53	0.26	105.74%	Due to increase in major amount of Debt borrowed.
Debt service coverage ratio (in times)	Earnings available for debt service	Interest payments + Principal repayments	0.60	1.25	-52.53%	Due to increase in major amount of Debt borrowed.
Return on Equity ratio (in %)	Profit after Tax	Average Shareholder's Equity	29.63%	34.33%	-13.68%	Not Applicable
Inventory turnover ratio (in times)	Sales	Average inventory	8.88	8.62	3.02%	Not Applicable
Trade receivables turnover ratio (in times)	Sales	Average receivables	8.16	6.98	17.00%	Not Applicable
Trade payables turnover ratio (in times)	Purchases	Average Trade Payables	27.67	16.77	64.96%	Due to increase in value of goods purchased.
Net capital turnover ratio (in times)	Sales	Working Capital (Current Asset - Current Liability)	5.68	5.28	7.45%	Not Applicable
Net profit ratio (in %)	Profit after Tax	Net Sale (Revenue from Operation - export incentive)	6.35%	6.58%	-3.43%	Not Applicable
Return on Capital employed (in %)	EBIT (PBT before exceptional items +Interest)	Capital employed (Tangible Net Worth+Total Debt+ Deferred Tax)	22.60%	34.55%	-34.58%	Due to increase in major amount of
Return on investment (in %)	Income generated from invested funds	Average invested funds	5.25%	0.00%	100.00%	Due to purchase of investment during



**BEHARI LAL ENGINEERING LIMITED**

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Notes forming part of special purpose Ind AS financial statements

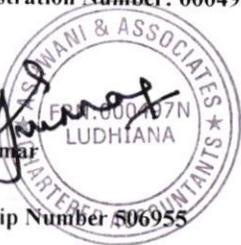
All amounts in INR Millions, unless otherwise stated

- 51 The company has complied with the provisions of Section 186(4) of the companies act, 2013 in respect of investments made (refer note no: 4).
- 52 Ind-As 20 "Accounting for Government Grants and Disclosure of Government Grant Assistance", gives the option of presentation of amount of Government Grants related to income, either showing separately or under a general heading such as 'Other income'; alternatively, they are deducted in reporting the related expense. The Company made the accounting policy choice of presentation of amount of Government Grant related to income in the balance sheet by showing separately under a general heading such as 'Other income'.
- 53 Balance of certain advances, creditors (including MSME) and receivables are in process of confirmation/reconciliation. Management believe that on confirmation/reconciliation, there will not be any material impact on the statement of special purpose Ind AS financial statements.
- 54 Figures in bracket indicate deductions.
- 55 Previous year figures have been regrouped/recasted/rearranged wherever necessary to conform to its classification of the current year.

As per our report of even date attached  
For Ashwani & Associates  
Chartered Accountants  
Firm Registration Number: 000497N

For and on behalf of the Board of Directors  
Behari Lal Engineering Limited  
*(Formerly Known as BEHARI LAL ENGINEERING PRIVATE LIMITED)*  
*(Formerly Known as BEHARI LAL ISPAT PRIVATE LIMITED)*

  
Aditya Kumar  
Partner  
Membership Number 506955

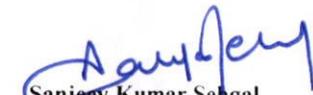


  
Dinesh Garg  
Director  
DIN - 00215117

  
Lovlish Garg  
Director  
DIN - 02000916

  
Aakarsh Goyal  
Chief Financial Officer

  
Bhuvnesh Garg  
Chief Executive Officer

  
Sanjeev Kumar Sehgal  
Company Secretary and  
Compliance Officer  
Membership No. A68134

Place : Ludhiana  
Date : 8th September, 2025

Place : Ludhiana  
Date : 8th September, 2025