

Ceramat Private Limited

Balance Sheet as at March 31, 2022

Amount in INR

	Note	As at March 31, 2022
I ASSETS		
Non-Current assets		
(a) Financial assets		
(i) Other financial assets	2	67,26,254
		67,26,254
Current assets		
(a) Financial assets		
(i) Cash and cash equivalents	3	41,12,469
(ii) Inventories	4	1,54,420
(b) Other Non-financial current assets	5	4,27,236
		46,94,125
TOTAL ASSETS		1,14,20,379
II EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	6	1,00,000
(b) Other Equity	7	(12,46,744)
		(11,46,744)
Non-Current liabilities		
(a) Financial liabilities		
(i) Lease Liabilities	8	39,61,804
Current liabilities		
(a) Financial liabilities		
(i) Trade payables	9	
a) Total Outstanding Dues of Micro Enterprises and Small Enterprises		-
b) Total Outstanding Dues of Creditors Other Than Micro Enterprises and Small Enterprises		1,82,216
(ii) Short term borrowings	10	50,00,000
(iii) Lease liabilities	10	20,79,937
(iv) Other financial liabilities	10	3,22,650
(b) Short term provisions	10	10,20,516
		1,25,67,124
TOTAL EQUITY AND LIABILITIES		1,14,20,379

The accompanying notes forms an integral part of the Balance Sheet.

This is the Balance Sheet referred to in our Report of even date.

For Akshay Mhatre & Co.
Firm Registration No. 148987W
Chartered Accountants

For and on behalf of the Board

Akshay Mhatre
Proprietor
Membership No.: 169161

Sabyasachi Roy Tushar Gothi
CEO & MD Director
DIN:03200929 DIN: 07513408

Place: Mumbai
Date:

Place: Mumbai Place: Mumbai
Date: Date:

Ceramat Private Limited

Statement of Profit and Loss for the year ended March 31, 2022

		Amount in INR
	Note No.	For the year ended March 31, 2022
Expenses		
Other expenses	11	15,17,435
Total Expenses		15,17,435
Loss before tax		(15,17,435)
Tax Expense		2,70,690
Loss for the year		(12,46,744)
Other Comprehensive Income		
Item that may be reclassified to Profit or Loss in subsequent periods		-
Item that will not be reclassified to Profit or Loss in subsequent periods		-
Total Comprehensive Loss for the year		(12,46,744)
Earnings per equity share	12	
[Nominal value per share Rs 10 /-		
Basic and Diluted		(151.74)

The accompanying notes forms an integral part of the Statement of Profit and Loss.

This is the Statement of Profit and Loss referred to in our Report of even date.

For Akshay Mhatre & Co.
Firm Registration No. 148987W
Chartered Accountants

For and on behalf of the Board

Akshay Mhatre
Proprietor
Membership No.: 169161

Sabyasachi Roy **Tushar Gothi**
CEO & MD Director
DIN:03200929 DIN: 07513408

Place: Mumbai
Date:

Place: Mumbai
Date:

Place: Mumbai
Date:

Ceramat Private Limited**Statement of Cash Flows for the year ended March 31, 2022**

Amount in INR

For the year ended
March 31, 2022

	Amount in INR
A. Cash Flow from Operating activities:	
Loss before taxes	(15,17,435)
Adjustments for:	
Depreciation and amortisation	1,86,177
Finance costs charged to profit and loss account	49,810
Operating Profit/(loss) before working capital changes	(12,81,447)
Adjustment For	
(Increase)/decrease in other non-current/ current assets	(11,81,656)
Increase/(decrease) in trade and other payables	14,75,572
Increase/(decrease) in other financial liabilities	
Cash used in operations	(9,87,531)
Income taxes paid	-
Net cash outflow from operating activities	(9,87,531)
B. Cash Flow from Investing activities:	
Investment in equity shares of subsidiary Company	-
Net cash inflow from investing activities	-
C. Cash Flow from Financing activities:	
Proceeds from borrowings from subsidiaries/fellow subsidiaries	50,00,000
Proceeds from Issue of shares	1,00,000
Net cash inflow from financing activities	51,00,000
Net increase/(decrease) in cash and cash equivalents (A+B+C)	41,12,469
Cash and cash equivalents at the beginning of the year	-
Cash and cash equivalents at the end of the year (Refer note 3)	41,12,469

(a) The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

The accompanying Notes form an integral part of the Cash Flow Statement.

This is the Cash Flow Statement referred to in our Report of even date.

For Akshay Mhatre & Co.
Firm Registration No. 148987W
Chartered Accountants

For and on behalf of the Board

Akshay Mhatre
Proprietor
Membership No.: 169161

Sabyasachi Roy
CEO & MD
DIN:03200929

Tushar Gothi
Director
DIN: 07513408

Place: Mumbai
Date:

Place: Mumbai
Date:

Place: Mumbai
Date:

Ceramat Private Limited

Statement of changes in equity for the year ended March 31, 2022

Amount in INR

A. Equity Share Capital

Balance as on April 1, 2021	Changes during the period	Balance as on March 31, 2022
-	1,00,000	1,00,000

B. Other Equity

As at March 31, 2022

	Retained Earnings	Other Equity
At beginning of the year	-	-
Loss for the year	(12,46,744)	(12,46,744)
At end of period	(12,46,744)	(12,46,744)

The accompanying notes forms an integral part of the Statement of Changes in Equity

This is the Statement of Changes in Equity referred to in our Report of even date.

For Akshay Mhatre & Co.
Firm Registration No. 148987W
Chartered Accountants

For and on behalf of the Board

Akshay Mhatre
Proprietor
Membership No.: 169161

Sabyasachi Roy
CEO & MD
DIN:03200929

Tushar Gothi
Director
DIN: 07513408

Place: Mumbai
Date:

Place: Mumbai
Date:

Place: Mumbai
Date:

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

Background

Ceramat Private Limited is a wholly owned subsidiary of Tata Steel Advanced Materials Limited having its registered office in Mumbai, Maharashtra, India.

Ceramat Private Limited has been incorporated in November 2021. Balance Sheet for the year ended March 31, 2022 is the first Balance Sheet of the company, hence no comparatives has been recorded.

1 Summary of Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the presentation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis for preparation

(i) Compliance with Ind AS

The financial statements comply in all material respects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the 'Act') [Companies (Accounting Standards) Rules, 2015] and other provisions of the Act.

(ii) Historical Cost Convention

The financial statements have been prepared on a historical cost basis.

(b) Use of estimates and critical accounting judgments

In preparation of the financial statements, the Company makes judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and the associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and the underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods affected.

(c) Cash and cash equivalents

For the purpose of presentation in the Cash Flow Statement, cash and cash equivalents includes cash on hand, deposits held with banks / financial institutions 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.

(d) Other Financial Assets

(i) Classification

The company classifies its financial assets at amortised cost.

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

(ii) Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortized cost if any. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Derecognition of financial assets

A financial asset is derecognised only when

- The company has transferred the rights to receive cash flows from the financial asset or
- retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the company has transferred an asset, the company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the company has not retained control of the financial asset. Where the company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(e) Trade and other payables:

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest rate method.

(f) 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 recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable rights must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(g) Investment in subsidiaries

Investments in subsidiaries are carried at cost less provision for impairment, if any. Investment in subsidiaries are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of investments exceeds its recoverable amount. On disposal of such investments, difference between the net disposal proceeds and carrying amount is recognised in the statement of profit and loss.

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

(h) Earnings Per Share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing:

- the profit/ loss attributable to owners of the company
- by the weighted average number of equity shares outstanding during the financial year.

(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 have been outstanding assuming the conversion of all dilutive potential equity shares.

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

Amount in INR

2 Other non-current financial assets

(Unsecured, considered good unless stated otherwise)

(i) Security deposits:-

Considered good	6,00,000
Considered doubtful	-
Less: Loss allowance	-
	<u>6,00,000</u>

As at March 31,
2022

(ii) Right of use assets

Right of use assets	58,55,564
	<u>58,55,564</u>

As at March 31,
2022

(iii) Deferred tax assets

Deferred tax assets	2,70,690
	<u>2,70,690</u>

Total

67,26,254

As at March 31,
2022

3 Cash and cash equivalents

Balances with banks	
- in Current Account	41,12,469
	<u>41,12,469</u>

As at March 31,
2022

4 Inventories

- Inventories	1,54,420
	<u>1,54,420</u>

As at March 31,
2022

5 Other Non-financial current assets

Balances with Government Authorities	64,336
Balances with other parties	3,62,900
	<u>4,27,236</u>

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

	Amount in INR
6 Equity share capital	
	As at March 31, 2022
Authorised:	
1,00,000 Equity Shares of Rs. 10 each	10,00,000
10,00,000 Preference Shares of Rs. 10 each	1,00,00,000
	1,10,00,000
	As at March 31, 2022
Issued, Subscribed and Paid up:	
Balance at the Beginning of the year	-
Issued, Subscribed and paid up during the year (10,000 Equity Shares of Rs. 10 each)	1,00,000
	1,00,000

Reconciliation of Number of shares

	As at March 31, 2022	
	No. of Shares	Amount (Rs.)
At the beginning of the year	-	-
Issued during the year	10,000	1,00,000
At the end of the year	10,000	1,00,000

Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at March 31, 2022	
	No. of Shares	%
Tata Steel Advanced Materials Limited	9,000	90%
Sabyasachi Roy	500	5%
Tushar Gothi	500	5%
	10,000	100%

Terms and rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Shares held by promoter at the end of the year March 31, 2022

	<u>Number of Shares held</u>	<u>% of Share</u>	<u>% Change during the Year</u>
i Tata Steel Advanced Materials Limi	9,000	90%	100%
ii Sabyasachi Roy	500	5%	100%
iii Tushar Gothi	500	5%	100%

Ceramat Private Limited**Notes to Financial Statements as at and for the year ended March 31, 2022****7 Other Equity****Retained Earnings****As at March 31,
2022****Balance of Statement of Profit & Loss**

Opening balance

-

Add: Loss for the year

(12,46,744)

Balance at the end of the year

(12,46,744)**As at March 31,
2022****8 Other Financial Liabilities - Non Current**

Lease Liabilities

39,61,804**39,61,804****9 Trade Payables****As at March 31,
2022**

Total outstanding dues of Micro Enterprises and Small Enterprises

-

Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises

1,82,216**1,82,216****Due to Micro, Small and Medium Enterprises**

On the basis of information available with the Company there are no Micro, Small and Medium Enterprises identified by the Company as required to be disclosed under the 'Micro, Small and Medium Enterprise Development Act' 2006.

**As at March 31,
2022****10 Other Financial Liabilities- Current**

Others

3,22,650**3,22,650**

Short Term Borrowings

50,00,000**50,00,000**

Lease Liabilities- Current

20,79,937**20,79,937**

Short term provisions

10,20,516**10,20,516****For the year ended
March 31, 2022****11 Other Expenses**

i) Employee benefit expense

10,20,516

ii) Finance costs

49,810

iii) Depreciation and amortisation expense- RoU

1,86,177

iv) Other expenses

2,60,931**15,17,435**

Ceramat Private Limited**Notes to Financial Statements as at and for the year ended March 31, 2022****For the year ended
March 31, 2022****12 Earnings per Share**

Number of Equity Shares at the Beginning of the Year (Face Value of Rs.10/- each)	-
Number of Equity Shares at the End of the Year (Face Value of Rs.10/- each)	10,000
Loss attributable to the equity shareholders of the company	(15,17,435)
Weighted average number of equity shares	10,000
Face Value of Each Equity Share (Rs)	10
Earnings per equity share for the year	(151.74)

13 Contingencies and commitments:

- (a) Capital and other commitment outstanding Rs. Nil
(b) There is no contingent liability as on March 31, 2022

14 Related Party Disclosure**Related party relationship:**

Name of the related party	Type
Tata Steel Down Stream Products Limited	Holding Company
Tata Advanced Material Limited	Holding Company
Tata Steel Limited	Ultimate Holding Company

Related party transactions:

Name of the related party	Nature of transactions	For the year ended March 31, 2022
Tata Steel Down Stream Products Limited	Short term loan taken	50,00,000
Tata Steel Limited	Expenses paid on our behalf	1,400

Name of the related party	Nature of Balances	As on March 31, 2022
Tata Steel Down Stream Products Limited	Short term borrowings	50,00,000
Tata Steel Limited	Other financial liabilities	1,400

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

15 Ageing of Trade payables

As at March 31, 2022	Unbilled	Not Due	Outstanding for following periods from the due date				Total
			Less than 1 year	1-2 year	2-3 Years	More than 3 years	
Undisputed Trade payables							
Micro enterprises and small enterprises	-	-	-	-	-	-	-
Others	1,82,216.00	-	-	-	-	-	1,82,216.00
Disputed Trade payables							
Micro enterprises and small enterprises	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-

16 Additional regulatory information required by Schedule III

(i) Details of benami property held - No proceedings have been initiated on or are pending against the company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

(ii) Wilful defaulter - The company does not have any borrowings with the bank or financial institutions or government or any government authority both during the current year or previous year. Hence, the disclosure pertaining to wilful defaulter by any bank or financial institution or government or any government authority is not applicable to the company.

(iii) Relationship with struck off companies - The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

(iv) Compliance with number of layers of companies - The Company has complied with the number of layers prescribed under the Companies Act, 2013.

(v) Compliance with approved scheme(s) of arrangements - The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

(vi) Registration of charges or satisfaction with Registrar of Companies - There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

(vii) Fair valuation of investment property: The Company has no investment property both during the current or previous year. Hence, reporting on fair valuation of investment property is not applicable on the company.

(viii) Valuation of PP&E, intangible asset and investment property: The Company has no property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year. Hence, reporting on valuation of PP&E, intangible assets and investment property is not applicable on the company.

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

(ix) Utilisation of borrowed funds and share premium: The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries

The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

- a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

(x) Undisclosed income: There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

(xi) Details of crypto currency or virtual currency: The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

(xii) Borrowing secured against current assets: The Company does not have any working capital limits or borrowings from any bank. Hence, no quarterly returns/ statements are submitted to the banks.

17 Ratios

Ratios	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for Variance
Current ratio	Current Assets	Current Liabilities	0.37			
Return on equity ratio	Net Profit after tax	Average Shareholder's equity	108.72%			
Return on capital employed	Earning before Interest and tax	Capital Employed	108.72%			
Return on investment	Earning before Interest and tax	Average total assets	-13.29%			

Note 1: Since the company did not have any operations in the current year, ratios namely Inventory Turnover ratio, Trade receivables turnover ratio, Trade payables turnover ratio, Net capital turnover ratio, Net profit ratio has not been disclosed.

Note 2: Since the company does not have any debt in the current year as well as in the previous year, ratios namely debt equity ratio, debt service coverage ratio has not been disclosed.

Ceramat Private Limited

Notes to Financial Statements as at and for the year ended March 31, 2022

18 Financial Instruments

This section gives an overview of the significance of financial instruments for the Company and provides additional information on balance sheet items that contain financial instruments.

The significant accounting policies, including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in note 1 to the financial statements.

(a) Financial assets and liabilities

The carrying value of financial instruments by categories as of March 31, 2022 is as follows:

	Amortised cost
Assets:	
Cash and cash equivalents	41,12,469
Total	41,12,469
Liabilities:	
Trade payables	1,82,216
Other financial liabilities	3,22,650
Total	5,04,866

The fair value of these assets and liabilities is not significantly different from their carrying values.

19 The company is presently not engaged in any business operations. However, the Company expects to commence its business operations in the near future and accordingly, the financial statements have been prepared on a going concern

20 Segment Reporting

The Company has no operating segments. Hence no disclosure is required as per Ind AS-108 "Operating Segments"

21 This being the first year of the company, prior year figures are not disclosed as not applicable.

22 The financial statements were approved for issue by the Board of Directors on

For Akshay Mhatre & Co.
Firm Registration No. 148987W

For and on behalf of the Board

Akshay Mhatre
Proprietor
Membership No.: 169161

Sabyasachi Roy
CEO & MD
DIN:03200929

Tushar Gothi
Director
DIN: 07513408

Place: Mumbai
Date:

Place: Mumbai
Date:

Place: Mumbai
Date: