



PRIYA AGARWAL

Chartered Accountant

INDEPENDENT AUDITOR'S REPORT

TO THE PARTNERS OF

SIGMA HTS LLP

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statement of **SIGMA HTS LLP** ("the LLP"), which comprise of the Statement of Assets & Liability for the year ended as at 31st March, 2021 and a summary of significant accounting policies and other explanatory information.

PARTNER 'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

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

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing issued by 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 misstatements.

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 financial control relevant to the LLP's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the LLP has in place an adequate internal financial controls system over financial reporting



PRIYA AGARWAL

Chartered Accountant

and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the partners, 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 on the financial statements.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the LLP as at March 31, 2021; and
- b) In the case of the statement of profit and loss, of the profit for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of accounts as required by law have been kept by the LLP, so far as it appears from our examination of those books.
- c) The statements of Assets & Liability dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the statements of Assets & Liability dealt with by this Report comply with the Accounting Standards to the extent applicable.



Priya Agarwal
Chartered Accountant
Membership No. 442380

Place : Jamshedpur
Dated: 23.06.2021
UDIN- 21442380AAAAAK7364

SIGMA HTS LLP - AAF 9444
Balance Sheet as at 31st March, 2021

Particulars	Note No.	As at 31st Mar, 2021 Amount (₹)	As at 31st March, 2020 Amount (₹)
I. CONTRIBUTION AND LIABILITIES			
(1) Partners' Funds			
(a) Contribution	2	8,27,00,000.00	8,27,00,000.00
(b) Current Capital Account	3	17,46,33,200.00	16,26,33,200.00
(c) Reserves & Surplus	4	2,81,789.84	(2,75,92,787.40)
(2) Non -Current Liabilities			
(a) Long Term Borrowings	5	9,45,69,412.00	9,02,29,025.00
(3) Current Liabilities			
(a) Short Term Borrowings	6	72,25,657.66	1,09,57,928.38
(b) Other Current Liability	7	7,28,87,893.27	6,47,31,030.15
(c) Short Term Provisions		11,17,046.52	-
TOTAL		43,34,14,999.28	38,36,58,396.13
II. APPLICATION OF FUNDS			
(1) Non-Current Assets			
(a) Fixed Assets	8	35,63,80,592.45	27,91,73,085.99
(b) Long-Term Loans and Advances	9	66,000.00	91,000.00
(2) Current Assets			
(a) Inventories	10	2,31,43,405.84	2,87,17,855.52
(b) Trade Receivables	11	1,98,83,585.92	2,53,84,900.00
(c) Short-Term Loans and Advances	12	1,56,33,903.57	4,30,26,687.00
(d) Current Investment	13	1,20,04,402.50	-
(e) Cash and Cash Equivalents	14	63,03,109.00	72,64,867.62
TOTAL		43,34,14,999.28	38,36,58,396.13

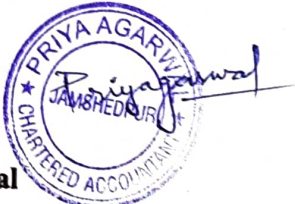
See accompanying notes to the financial statements

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In Terms of Our Annexed Report of Even Date attached

For and on behalf of
Sigma HTS LLP

Priya Agarwal
Chartered Accountant
Membership No. 442380



Rajeev Singh Dugal
Partner
DIN 00052037

Tara Khawala
Partner
DIN 02312414

Place : Jamshedpur
Dated: 23.06.2021
UDIN- 21442380AAAAAK7364

SIGMA HTS LLP - AAF 9444
Statement of Income and Expenditure as at 31st March, 2021

Particulars	Note No.	Year Ended 31st Mar, 2021	Year Ended 31st March, 2020
INCOME			
I. Revenue from Operations	15	35,98,86,068.40	40,63,98,348.49
II. Other Incomes	16	38,84,361.18	42,00,964.34
III. Total Revenue (I + II)		36,37,70,429.58	41,05,99,312.83
IV. EXPENDITURE			
Cost of Material Consumed	17	20,74,69,355.39	27,07,86,337.98
Employee Benefit Expenses	18	1,18,78,603.66	96,55,562.49
Finance Cost	19	1,18,98,326.22	1,20,10,867.77
Depreciation	8	3,15,30,227.65	3,34,41,088.63
Other Expenses	20	7,20,02,292.90	6,61,35,998.48
Total Expenses		33,47,78,805.82	39,20,29,855.35
V. Profit before Tax (III - IV)		2,89,91,623.76	1,85,69,457.48
VI. Provision for taxation		11,17,046.52	-
VII. Profit/ (Loss) for the Period (V - VI)		2,78,74,577.24	1,85,69,457.48

The Schedules referred to above and notes to accounts form an integral part of the Income and Expenditure 1 account.

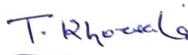
In Terms of Our Annexed Report of Even Date attached

For and on behalf of
Sigma HTS LLP



Priya Agarwal
Chartered Accountant
Membership No. 442380

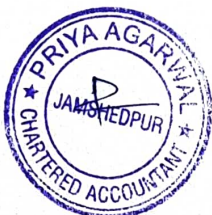

Rajeev Singh Dugal
Partner
DIN 00052037


Tara Khawala
Partner
DIN 02312414

Place : Jamshedpur
Dated: 23.06.2021
UDIN- 21442380AAAAAK7364

SIGMA HTS LLP - AAF 9444
Notes forming the part of the Financial Statement

Particulars	As at 31st Mar, 2021	As at 31st March, 2020
NOTE # 2		
Partner's Fund		
Partner's Contribution		
Precision Automotive Pvt. Ltd.	7,80,00,000.00	7,80,00,000.00
Jasjit Singh Dugal	10,00,000.00	10,00,000.00
Tara Khawala	25,00,000.00	25,00,000.00
Harjeet Singh	12,00,000.00	12,00,000.00
Total	8,27,00,000.00	8,27,00,000.00
NOTE # 3		
Partner's Current Capital Account		
Precision Automotive Pvt. Ltd.		
Opening Balance	16,26,33,200.00	13,91,33,200.00
Add:- Addition during the year	1,20,00,000.00	2,35,00,000.00
Closing Balance	17,46,33,200.00	16,26,33,200.00
NOTE # 4		
Reserves & Surplus		
Opening Balance	(2,75,92,787.40)	(4,61,62,244.88)
Add:- Profit/(Loss) during the year	2,78,74,577.24	1,85,69,457.48
Closing Balance	2,81,789.84	(2,75,92,787.40)
NOTE # 5		
Long Term Borrowings		
Secured Loans		
Axis Bank Term Loan	9,45,00,001.00	9,00,00,000.00
Axis Bank Vehicle Loan	69,411.00	2,29,025.00
	9,45,69,412.00	9,02,29,025.00
NOTE # 6		
Short Term Borrowings		
Secured Loans		
Cash Credit with Axis Bank	-	1,09,57,928.38
Unsecured Loans		
Timken India Limited	72,25,657.66	-
	72,25,657.66	1,09,57,928.38
NOTE # 7		
Other Liability		
Current Maturity of Long Term Borrowing		
Axis Bank Term Loan	2,16,58,821.00	1,68,74,209.00
Axis Bank Vehicle Loan	1,59,614.00	1,46,288.00
Sundry Creditors		
(i) Total Outstanding dues of MSME	60,85,529.62	2,27,80,044.80
(ii) Total Outstanding dues of Creditors other than MSME	4,16,82,967.60	2,40,54,546.35
Duties & Taxes		
TDS & TCS Payable	1,92,739.00	65,492.00
Professional Tax Payable	4,975.00	2,724.00
EPF Payable	69,108.00	48,726.00
ESIC Payable	7,243.00	7,096.00
GST Payable	19,67,150.69	35,142.00
Expenses Payable	10,02,558.36	6,94,262.00
Audit Fees Payable	57,187.00	22,500.00
	7,28,87,893.27	6,47,31,030.15



SIGMA HTS LLP

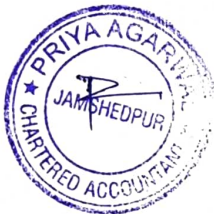
(Signature)
Partner

SIGMA HTS LLP

(Signature)
Partner

SIGMA HTS LLP - AAF 9444
Notes forming the part of the Financial Statement

Particulars	As at 31st Mar, 2021	As at 31st March, 2020
NOTE # 9		
Long-Term Loans and Advances		
Security Deposits	66,000.00	91,000.00
	<u>66,000.00</u>	<u>91,000.00</u>
NOTE # 10		
Inventories		
(a) Raw Materials	1,03,21,863.70	1,85,44,876.20
(b) Stores & Consumable	1,28,21,542.14	1,01,72,979.32
	<u>2,31,43,405.84</u>	<u>2,87,17,855.52</u>
NOTE # 11		
Trade Receivables		
Sundry Debtors	1,98,83,585.92	2,53,84,900.00
	<u>1,98,83,585.92</u>	<u>2,53,84,900.00</u>
NOTE # 12		
Short-Term Loans and Advances		
Advance Against Purchase of Capital Goods	46,29,622.00	3,31,45,302.46
Other Advances	10,59,822.00	9,48,056.25
Balance with Revenue Authorities	98,56,236.67	89,01,558.39
Other Receivables	88,222.90	31,769.90
	<u>1,56,33,903.57</u>	<u>4,30,26,687.00</u>
NOTE # 13		
Current Investments		
HDFC Liquid Fund	1,20,04,402.50	-
	<u>1,20,04,402.50</u>	<u>-</u>
NOTE # 14		
Cash and Cash Equivalents		
Balance with Banks	25,86,703.03	2,66,052.12
Fixed Deposit with Banks	36,37,803.97	69,86,708.50
Cash in Hand	78,602.00	12,107.00
	<u>63,03,109.00</u>	<u>72,64,867.62</u>



SIGMA HTS LLP

[Signature]
 Partner

SIGMA HTS LLP

T. Bhattacharya
 Partner

SIGMA HTS LLP - AAF 9444
Notes forming the part of the Financial Statement

Particulars	As at 31st Mar, 2021	As at 31st March, 2020
NOTE # 15		
Revenue from Operations		
Revenue from Job Work	9,06,63,515.34	7,10,58,880.73
Sales of Goods	26,92,22,553.06	33,53,39,467.76
	<u>35,98,86,068.40</u>	<u>40,63,98,348.49</u>
NOTE # 16		
Other Income		
Agriculture Income	1,54,468.00	2,12,259.00
Brokerage / Commission Income	19,75,873.74	19,70,240.85
Rental Services	6,00,000.00	4,00,000.00
Security Services	60,000.00	15,000.00
Discount Received	-	1,40,095.68
Interest Income	4,49,880.00	6,52,249.05
Other Income	-	6,11,124.00
Income from Capital Gain	2,27,547.37	1,35,959.33
Creditor Balances W/O	2,08,917.27	64,036.43
Profit/Loss On Foreign Exchange Valuation	2,07,674.80	-
	<u>38,84,361.18</u>	<u>42,00,964.34</u>
NOTE # 17		
[A] Cost of Raw Material Consumed		
(a) Opening Stock of Material	1,85,44,876.20	28,96,938.19
(b) Add: Material Purchased	17,39,89,124.74	25,68,62,679.21
(c) Less: Closing Stock of Material	1,03,21,863.70	1,85,44,876.20
Cost of Raw Material Consumed (a+b-c)	<u>18,22,12,137.24</u>	<u>24,12,14,741.20</u>
[B] Cost of Stores & Consumable		
(a) Opening Stock of Stores & Consumable	1,01,72,979.32	75,20,242.63
(b) Add: Stores & Consumable Purchased	2,79,05,780.97	3,22,24,333.47
(c) Less: Closing Stock of Stores & Consumable	1,28,21,542.14	1,01,72,979.32
Cost of Stores Consumed (a+b-c)	<u>2,52,57,218.15</u>	<u>2,95,71,596.78</u>
Grand Total of Material Consumed [A + B]	<u>20,74,69,355.39</u>	<u>27,07,86,337.98</u>
NOTE # 18		
Employee Benefit Expenses		
Salary	1,03,81,554.00	85,64,954.00
Stipend	7,82,442.00	3,96,510.00
Staff Welfare	2,39,002.66	2,14,808.49
Contribution to EPF	3,17,467.00	3,05,647.00
Contribution to ESIC	65,118.00	87,399.00
Other Benefits	93,020.00	86,244.00
	<u>1,18,78,603.66</u>	<u>96,55,562.49</u>
NOTE # 19		
Finance Cost		
Interest on Term Loan	1,08,03,561.00	1,13,47,704.00
Interest on Vehicle Loan	27,064.00	39,277.00
Interest on Unsecured Loan	7,52,706.86	-
Interest on Cash Credit	3,03,710.00	4,56,451.00
LC Charges	11,024.00	1,67,226.77
Other	260.36	209.00
	<u>1,18,98,326.22</u>	<u>1,20,10,867.77</u>



SIGMA HTS LLP

[Signature]
Partner

SIGMA HTS LLP

T. R. Chowdhury
Partner

SIGMA HTS LLP - AAF 9444
Notes forming the part of the Financial Statement

Particulars	As at 31st Mar, 2021	As at 31st March, 2020
NOTE # 20		
Other Expenses		
(I) Direct Expenses		
Power & Fuels	3,65,35,294.00	3,99,52,168.00
Labour Charges	1,08,94,204.89	1,00,77,493.41
Job Work Charges	1,00,97,751.89	23,43,757.92
Freight Charges	25,08,068.92	26,13,011.25
Lab Expenses	5,120.00	52,610.00
Loading & Unloading Expenses	34,805.00	22,880.00
Total (I)	6,00,75,244.70	5,50,61,920.58
(II) Other Selling & Administrative Expenses		
Administrative Expenses	3,00,000.00	3,00,000.00
Agricultural Expenses	3,81,687.64	95,821.90
Audit Fees	30,000.00	32,500.00
Bank Charges	1,51,825.71	5,26,647.31
Calibration Charges	1,98,240.00	2,03,930.00
Canteen Expenses	2,83,485.51	2,93,960.62
Fees & Subscription	2,61,880.00	1,63,664.16
Fooding & Lodging Expenses	92,533.00	3,09,706.25
General Expenses	1,44,574.82	3,393.40
Insurance Charges	5,65,857.27	5,63,470.81
Misc. Charges	6,47,318.84	-
Office Expenses	5,31,546.59	49,160.00
Packing Expenses	1,110.00	5,050.00
Postage & Courier Expenses	35,864.00	21,471.74
Printing & Stationery	6,567.00	29,749.00
Professional Fees	1,54,000.00	4,77,287.00
Legal Charges	60,000.00	-
Quality Service Charges	-	2,71,194.81
Rates & Taxes	2,80,809.22	3,05,068.88
Rent	12,01,000.00	10,96,843.00
Repairs & Maintenance - Building	1,13,207.06	82,208.54
Repairs & Maintenance - Others	50,147.00	1,55,489.00
Repairs & Maintenance - Plant & Machinery	22,80,066.07	25,48,918.13
Round Off	(15.45)	8.19
Security Charges	14,75,750.02	11,89,395.03
Telephone Charges	1,67,478.12	2,19,092.65
Travelling & Conveyance	7,42,499.30	10,73,040.84
Vehicle Hire Charges	17,69,616.48	10,57,006.64
Total (II)	1,19,27,048.20	1,10,74,077.90
Grand Total (I+II)	7,20,02,292.90	6,61,35,998.48

In Terms of Our Annexed Report of Even Date attached

**For and on behalf of
Sigma HTS LLP**


Priya Agarwal
Chartered Accountant
Membership No. 442380


Rajeev Singh Dugal
Partner
DIN 00052037


Tara Khawala
Partner
DIN 02312414

Place : Jamshedpur
Dated: 23.06.2021
UDIN- 21442380AAAAAK7364

NOTE # 8
Fixed Assets

SIGMA HTS LLP - AAF 9444
Balance Sheet as at 31st March 2021

Particulars	Rate	W.D.V. as on 01.04.2020	Addition Upto 30.09.2020	Addition After 30.09.2020	Deletion	Total	Depreciation / Amortisation For the year	Additional Depreciation For the year	W.D.V. as on 31.03.2021
Tangible Assets									
Building & Shed	10%	5,19,88,123.92	-	-	-	5,19,88,123.92	51,98,812.39	-	4,67,89,311.53
Computer Hardware & Software	40%	4,58,853.98	-	-	-	4,58,853.98	1,83,541.59	-	2,75,312.39
Electrical Installation	15%	1,56,19,530.58	-	-	-	1,56,19,239.78	23,42,885.97	-	1,32,76,353.81
Furniture & Fixtures	10%	3,24,768.23	43,300.00	-	290.80	3,68,068.23	36,806.82	-	3,31,261.40
Land at Tiruvidh	-	1,93,86,075.00	-	-	-	1,93,86,075.00	-	-	1,93,86,075.00
Motor Vehicles	15%	6,12,859.29	-	-	-	6,12,859.29	91,928.89	-	5,20,930.40
Office Equipments	15%	4,55,752.22	32,100.00	-	-	5,09,539.26	74,804.36	-	4,34,734.90
Plant & Machinery	15%	12,45,43,974.38	2,26,170.00	1,32,27,982.08	-	13,79,98,126.46	1,97,07,620.31	15,11,539.21	11,67,78,966.94
Capital Work In Progress									
Capital WIP - Building & Shed	0%	2,94,89,091.85	51,63,665.41	67,74,056.50	-	4,14,26,823.76	-	-	4,14,26,823.76
Capital WIP - Electrical Installation	0%	48,82,912.85	12,67,147.13	18,66,567.95	-	80,16,627.93	-	-	80,16,627.93
Capital WIP - Plant & Machinery	0%	2,60,46,260.91	5,77,26,605.39	1,89,67,096.18	-	10,27,39,962.48	-	-	10,27,39,962.48
Capital WIP - Computer Hardware & Software	0%	11,66,019.83	6,91,129.72	13,16,224.39	-	31,73,373.94	-	-	31,73,373.94
Intangible Assets									
Pre-Operative Expenses		39,65,974.95	-	-	-	39,65,974.95	19,82,987.48	-	19,82,987.47
Pre-Incorporation Expenses		2,32,888.00	-	-	-	2,32,888.00	1,16,444.00	-	1,16,444.00
Pre-Incorporation Expenses-2		-	10,51,483.38	3,62,799.75	-	14,14,283.13	2,82,856.63	-	11,31,426.50
Total		27,91,73,085.99	6,62,01,601.03	4,25,36,423.89	290.80	38,79,10,820.11	3,00,18,688.45	15,11,539.21	35,63,80,592.45
Previous Year		26,85,26,514.87	2,18,54,243.88	4,04,36,805.53	1,82,03,389.66	31,26,14,174.62	3,29,65,232.67	4,75,855.96	27,91,73,085.99



SIGMA HTS LLP

[Signature]
Partner

SIGMA HTS LLP

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T. Rho...
Partn

SIGMA HTS LLP - AAF 9444
Notes forming the part of the Financial Statement

Note 1

1.1 LLP Overview

Sigma HTS LLP is a Limited Liability Partnership, Registered under the Liability Partnership Act, 2008. The LLP was incorporated on 15th March, 2016. The LLP is primarily engaged in carrying out Heat Treatment activities.

1.2 Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting following generally accepted accounting principles in India (GAAP) and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the LLP Act 2008, to the extent applicable. The financial statements are presented in Indian rupees.

1.3 Fixed assets

Fixed assets are carried at cost of acquisition or construction. The cost of fixed assets comprises of purchase price and all other attributable costs of bringing the assets to working condition for intended use.

1.4 Depreciation/ Amortisation

Depreciation/Amortisation on fixed assets other than Land has been provided on Written Down Value Method at the rates specified in the Income Tax Act, 1961.

1.5 Inventory

Stock of Raw Materials and Consumable Items are carried at Cost (computed on a FIFO basis) or Net Realisable Value, Whichever is Lower

1.6 Revenue recognition

Income and expenditure are accounted for on accrual basis, wherever ascertainable.

1.7 Taxation

Current Tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates and tax laws.

1.8 Contingent Liabilities:

Contingent liability is a possible obligation that arises from past events and 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 enterprise, or is a present obligation that arises from past events but is not recognised because either it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation, or a reliable estimate of the amount of the obligation cannot be made.



SIGMA HTS LLP

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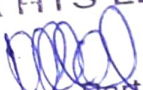
SIGMA HTS LLP

T. Ramesh

Partner

SIGMA HTS LLP - AAF 9444**Computation of Total Income for the Asst Year 2021-22**

	Amount (₹)
<u>Profits & Gains Of Business or Profession</u>	
Profit as per Profit & Loss Account	2,89,91,624
Add: Agricultural Expenses	3,81,688
Less: Agricultural Income	1,54,468
Gross Total Income	2,92,18,843
Less: Setoff Unabsorbed Depreciation AY 2018-19	1,10,30,209
Less: Setoff Unabsorbed Depreciation AY 2019-20	1,46,08,356
Total Income	35,80,278
Tax Thereon	10,74,084
Edu. Cess and SHEC @ 4%	42,963
Total Tax Liability	11,17,047
Less: TDS	14,42,751
Less: TCS	1,25,175
Net Tax Payable / (Refundable)	(4,50,880)

SIGMA HTS LLP

Partner

SIGMA HTS LLP
T. Khosla
Partner