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## Annual Report 2022-23

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 **Riddhi**  
Steel & Tube Limited

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## INFORMATION OF THE COMPANY

### BOARD OF DIRECTORS

NAME	DESIGNATION	DIN
RAJESHKUMAR RAMKUMAR MITTAL	Managing Director	00878934
PREETI MITTAL RAJESHKUMAR	Director & CFO	01594555
PARAS KUMARPAL SHAH	Independent Director	07438621
SAURIN SHAILESH SHAH	Independent Director	07438637
KIRANKUMAR MUSHADDILAL AGARWAL	Independent Director	08105221
SANJAY SHAH	Company Secretary And Compliance Officer	-

### COMPOSITION OF AUDIT COMMITTEE, STOCK HOLDER RELATIONSHIP COMMITTEE & NOMINATION AND REMUNERATION COMMITTEE

PARAS K. SHAH	Chairman
KIRANKUMAR M. AGARWAL	Member
MR. SAURIN S. SHAH	Member

### REGISTERED OFFICE

83/84, Village Kamod, Piplaj-Pirana Road, Ahmedabad 382427

E-mail: [info@riddhitubes.com](mailto:info@riddhitubes.com)

Website: <http://www.riddhitubes.com>

**STATUTORY AUDITOR**  
M/s Jigar Shah and Associates  
Chartered Accountants  
Ahmedabad

**SECRETARIAL AUDITOR**  
Mr. Rutesh Choksi  
Practicing Company Secretary  
Ahmedabad

**INTERNAL AUDITOR**  
M/s C. P. SHAH & Co.  
Chartered Accountants  
Ahmedabad

**COST AUDITOR**  
M/s. Mayur C. Undhad & Co.  
Cost Accountants  
Ahmedabad

### **CORPORATE IDENTIFICATION NUMBER (CIN):**

L27106GJ2001PLC039978  
Scrip Code: RSTL/540082  
ISIN : INE367U01013

### **REGISTRAR & TRANSFER AGENT**

KFin Technologies Pvt. Ltd,  
Selenium Tower B, Plot 31-32,  
Financial District,  
Nanakramguda, Serilingampally,  
Hyderabad, Telangana, 500 032  
Tel: +91-40-67162222  
Website: [www.kfintech.com](http://www.kfintech.com)  
SEBI Registration No: INR000000221

**RIDDHI STEEL AND TUBE LIMITED**

(CIN: L27106GJ2001PLC039978)

83/84, Village Kamod, Piplaj-Pirana Road, Ahmedabad 382427

Tel. No.– 079-29700922 Website: www.riddhitubes.com Email: Info@riddhitubes.com

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**NOTICE of 21st Annual General Meeting**

**NOTICE** is hereby given that the 22nd Annual General Meeting of the Company “**RIDDHI STEEL AND TUBE LIMITED**” (CIN: L27106GJ2001PLC039978) will be held on Saturday September 30, 2023 at 05.00 Noon. at the premises of Registered office of the company at 83/84, Village Kamod, Piplaj-Pirana Road, Ahmedabad 382427 to transact the following business:

**ORDINARY BUSINESS**

1. To receive, consider and adopt Audited Financial Statements for the Financial Year ended on 31st March, 2023 together with the Reports of the Board of Directors and Auditors thereon.
2. To Re-appoint a Director Mrs. Preeti Mittal (DIN 01594555) who retires by rotation and being eligible offers herself for Re-appointment.

**SPECIAL BUSINESS**

**3. Ratification of Remuneration to Cost Auditor:**

To ratify the remuneration of the Cost Auditors for the Financial Year ending on 31st March, 2023 and in this regard to consider and, if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** pursuant to provisions of section 148(3) of the Companies Act, 2013 and Rules made thereunder, approval of the members be and is hereby accorded for the ratification of remuneration of Rs. 22,000/- (Rupees Twenty Two Thousand Only) plus taxes, out-of-pocket, travelling and living expenses payable to M/s. Mayur C. Undhad & Co., Cost Accountants (firm registration no. 103961) appointed by the Board of Directors as Cost Auditor of the Company for the financial year 2023-24.”

For and on behalf of the Board  
**FOR, RIDDHI STEEL AND TUBE LIMITED**

SD/-  
**RAJESHKUMAR MITTAL**  
**MANAGING DIRECTOR**  
(DIN 00878934)

**Date: September 05, 2022**  
**Place: Ahmedabad**

## NOTES:

1. PURSUANT TO THE PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
2. The Statement setting out material facts pursuant to section 102 of the Companies Act, 2013, which sets out details relating to business for item no. 3 and the relevant details, pursuant to 36(3) of the SEBI Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking re-appointment at this AGM is annexed
3. Members, Proxies and Authorised Representatives are requested to carry to the meeting, the attendance slips enclosed herewith duly completed and signed mentioning therein details of their DP ID and client ID/ Folio No.
4. Corporate Members intending to send their authorized representative(s) to attend the Meeting are requested to send to the Company, a certified true copy of the relevant Board Resolution authorizing their representative together with the specimen signature(s) to attend and vote on their behalf at the Meeting
5. In case of Joint-holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. The related Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") setting out material facts concerning the business under Item no. 4 of the Notice, is annexed hereto.
7. The Company's Registrar & Share Transfer Agents (RTA) are:  
KFin Technologies Pvt. Ltd,  
Selenium Tower B, Plot 31-32,  
Financial District,  
Nanakramguda, Serilingampally, Hyderabad, Telangana, 500 032  
Tel: +91-40-67162222  
kishore.bv@kfintech.com Website: www.kfintech.com  
All the correspondence with regard to transfer of shares etc. shall be addressed to them directly.
8. The Register of Members and Share Transfer Books will remain closed from 24<sup>th</sup> September 2023 to 30<sup>th</sup> September 2023 (both days inclusive) for the purpose of 21<sup>st</sup> AGM and enforcement thereof.
9. The Members whose names appear on the Company's Register of Members as on Saturday, 23<sup>rd</sup> September, 2023 ("cut-off date") will be eligible to attend and vote at the Meeting.
10. As per Notification issued by Ministry of Corporate Affairs dated 19<sup>th</sup> of March, 2015 with reference to the Companies (Management and Administration) Rules, 2014, Companies covered under Chapter XB and XC as per SEBI (ICDR) Regulation, 2009 will be exempted from E-Voting provisions. Your Company is covered under Chapter XB and listed on SME platform of BSE Limited. Therefore Company is not providing E-Voting facility to its members.
11. Pursuant to the provision of Section 72 of the Companies Act, 2013, members can avail facility for nomination in respect of shares held by them. All the members are holding shares in electronic form are, therefore, requested to contact their respective Depository Participant for availing this facility.

12. Members are requested to bring their copy of Annual Report and the Attendance Slip which is duly completed and signed, mentioning therein details of their DP ID and Client ID / Folio No. with them at the Annual General Meeting as a measure of economy as the same will not be supplied again at the meeting.
13. All documents mentioned in the accompanying notice are open for inspection at the registered office of the Company between 10 am to 5 pm on all working days except Saturday and Sunday up to and including the date of this Annual General Meeting.
14. To support the 'Green Initiative' in the Corporate Governance taken by the Ministry of Corporate Affairs, to contribute towards the Greener Environment and to receive all documents, Notices, including Annual Reports and other communications of the Company, investors should register their Email Address with RTA if shares are held in physical mode or with the depository participants if the shares held in electronic mode.
15. Electronic Copy of the Notice of the 22nd Annual General Meeting (AGM) along with Attendance slip, Proxy Form, and Annual report for F.Y. 2022-23, is being sent to all the members whose email ids are registered with the Company/ Depository Participant(s)/ RTA for communication purposes, unless any member has requested for a physical copy of the same.

For members who have not registered their email address, may send request to the Company's investor email id: [compliance@riddhitubes.com](mailto:compliance@riddhitubes.com). Members are requested to please note that all the queries should be given in writing to the company at [compliance@riddhitubes.com](mailto:compliance@riddhitubes.com) before 48 hours of the annual general meeting.

16. Members may also note that the notice of the 22nd AGM and the Annual Report for the Financial year 2022-23 will also be available on the Company's website [www.riddhitubes.com](http://www.riddhitubes.com). The physical copy of the aforesaid documents will be available at the Company's registered office in Ahmedabad for inspection during normal business hours on all working days except Saturday, upto and including the date of AGM.
17. Members are requested to notify any change in their postal/ mail or email address: To their depository participants (DP's) in respect of the shares held in demat form to the Registrar and Share Transfer Agent (RTA), aforesaid mentioned address.
18. Members may please note that no gifts, gift coupons, or cash in lieu of gifts will be distributed at meeting.
19. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their Demat accounts. Members holding shares in physical form can submit their PAN to the Company.
20. The Company has appointed CS Rutesh Choksi, Practicing Company Secretary to act as the Scrutinizer for the meeting.
21. The attendance of the Members attending the AGM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
22. The relevant details, as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), of the person seeking appointment or re-appointment as Director under Item No. 3 & 4 of the Notice are provided hereunder;

<b>Name of Director</b>	<b>Mrs. Preeti Mittal</b>
<b>Date of Birth</b>	January 23, 1973
<b>Nationality</b>	Indian
<b>Qualifications</b>	Bachelor of Arts from Kurukshetra University
<b>Expertise in Specific functional areas</b>	She is associated with Company since last 12 years. She has experience in the business and industry and looks after operations of the company.
<b>Disclosure of relationships between directors inter-se;</b>	Mrs. Preeti Mittal is wife of Mr. Rajeshkumar Mittal who is acting in capacity of Managing Director in the Company
<b>Date of Appointment on Board</b>	<b>Original date of appointment as director:</b> 04/07/2002 <b>Date of appointment at current designation as director:</b> 08/01/2016 <b>Date of Designation as CFO:</b> 09/01/2016
<b>Names of listed entities in which the person also holds the directorship and the membership of Committees of the board;</b>	Nil
<b>Memberships/Chairpersonships of committees of Board</b>	No Memberships / Chairmanships of Committees of other Companies
<b>Shareholding in the Company</b>	31,16,004

**Annexure to Notice Explanatory Statement.  
(Pursuant to Section 102(1) of the Companies Act, 2013)**

**Item No. 3**

In terms of the provisions of Section 148 of the Companies Act, 2013 and based on the recommendation of the Audit Committee, the Board of Directors had approved the appointment and remuneration of M/s Mayur C. Undhad & Co., Cost Accountants (Firm Registration No. 103961) as the Cost Auditors of the Company for the financial year 2023-24 at remuneration of Rs.22,000/- (Rupees Twenty Two Thousand only) plus Service Tax & re-imbursement of out-of-pocket expenses for conducting the audit of the cost accounting records of the Company for issuing the compliance report on cost accounting records maintained.

Section 148(3) of the Companies Act, 2013 read with Rule 14(a) of the Companies (Audit and Auditors) Rules, 2014 ("the Act") requires the Board to appoint an individual, who is a cost accountant in practice or a firm of cost accountants in practice, as cost auditor on the recommendations of the Audit committee, which shall also recommend remuneration for such cost auditor and such remuneration shall be considered and approved by the Board of Directors and ratified subsequently by the shareholders.

Accordingly, the members are requested to ratify the remuneration payable to the Cost Auditors for audit of cost records of the Company for the financial year 2023-24 as set out in the resolution for the aforesaid services to be rendered by them.

None of the Directors and Key Managerial Personnel of the Company or their relatives are concerned or interested, financially or otherwise, in the resolution.

The Board of Directors recommends the Resolution set out at Item No. 3 of the Notice for approval by the Members to be passed as an Ordinary Resolution.

**FOR RIDDHI STEEL AND TUBE LIMITED**

**SD/-  
RAJESH KUMAR MITTAL  
MANAGING DIRECTOR  
(DIN 00878934)**

**Date: September 05, 2023  
Place: Ahmedabad**



## **Directors Report**

To,  
The Members  
**Riddhi Steel and Tube Limited**  
83/84, Village Kamod, Piplaj-Pirana Road,  
Ahmedabad - 382427, Gujarat.

Your Directors are pleased to present their 22<sup>nd</sup> Boards Report with the Audited Financial statements for the year ended on 31st March, 2023.

### **Financial summary or highlights of performance of the Company:**

Particulars	(Amt in Rs. Lacs)	
	2022-23	2021-22
Revenue from Operations	30266.54	30259.65
Other Income	242.99	291.68
<b>Total Income from Operations (Net)</b>	<b>30509.53</b>	<b>30551.34</b>
<b>Profit/(Loss) before Tax and Extra Ordinary Items</b>	<b>480.68</b>	<b>383.52</b>
Less: Extra Ordinary Items	-	-
Less: Current Tax	121.26	116.70
Deferred Tax	19.31	19.02
Prior Period Tax	-	-
<b>Profit/(Loss) After Tax</b>	<b>340.11</b>	<b>242.79</b>
Balance Carried to Balance Sheet	<b>340.11</b>	<b>242.79</b>
Paid up Capital	82902520	82902520
Earnings Per Share	4.10	2.99
<b>Reserves and Surplus</b>	<b>4416.07</b>	<b>4075.96</b>

The total income from operations (net) of the Company for the year under review is Rs. **30509.53 Lacs** as compared to Rs. **30551.54 Lacs** in the previous year. Profit after taxation stood at Rs. **340.11 Lacs** compared to Profit after taxation of Rs. **242.79 Lacs** in the previous year.

### **Dividend:**

With a view to conserve resources and expansion of business, your Directors have thought it prudent not to recommend any dividend for the financial year under review.

### **Transfer to reserves:**

The Company has transferred of Rs. 340.11 Lacs (Profit for the current year) in Reserve and Surplus.

### **Change In Nature Of Business:**

During the year, your Company has not changed its business or object and continues to be in the same line of business as per main object of the Company.

### **Share Capital:**

The Paid up equity capital as on March 31, 2023 was Rs. 8,29,02,520 during the year under review. The Company has not issued any shares with differential rights as to dividend, voting or otherwise.

### **Deposits:**

The Company has neither accepted nor renewed any deposits within the meaning of Companies (Acceptance of Deposits) Rules, 2014.

### **Directors Responsibility Statement:**

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended 31st March, 2023, the Board of Directors hereby confirms that:

I. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures.

II. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the Company for that period.

III. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities.



IV. The Directors had prepared the annual accounts on a going concern basis and that the directors had laid down internal financial control to be followed by the company and that such internal financial control is adequate and were operating effectively.

V. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **Internal Financial Controls**

Adequate internal control systems commensurate with the nature of the Company's business, its size, and complexity of its operations are in place and have been operating satisfactorily. Internal control systems comprising policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedure, applicable laws and regulations and that all assets and resources are acquired economically, used efficiently and adequately protected.

#### **Corporate Social Responsibility (CSR)**

Since the Company's net worth does not exceed Rs. 500 crores or Company's turnover does not exceed Rs. 1000 crores or the Company's net profit does not exceed Rs. 5 crore in any financial year, hence the provisions of section 135 of the Companies Act, 2013 are not applicable.

#### **Details of the Directors and Key Managerial Personnel:**

During the year under review following were the changes during there was no change in Board of Directors.

<b>DIRECTORS AS ON APRIL 01, 2022</b>	<b>RAJESHKUMAR MITTAL</b>	<b>PREETI MITTAL</b>	<b>PARAS SHAH</b>	<b>SAURIN SHAH</b>	<b>KIRANKUMAR AGARWAL</b>
-	Managing Director	DIRECTOR & CFO	Independent Director	Independent Director	Independent Director
<b>DIRECTORS AS ON MARCH 31, 2023</b>	<b>RAJESHKUMAR MITTAL</b>	<b>PREETI MITTAL</b>	<b>PARAS SHAH</b>	<b>SAURIN SHAH</b>	<b>KIRANKUMAR AGARWAL</b>
-	Managing Director	DIRECTOR & CFO	Independent Director	Independent Director	Independent Director

Further none of the Directors of the Company are disqualified under sub-section (2) of Section 164 of the Companies Act, 2013. In accordance with the provisions of Section 152 and other applicable provisions if any of the Companies Act 2013 read with the Companies (Appointment and Qualification of Directors) Rules 2014 (including and statutory modification(s) or re-enactment(s) thereof for the time being in force) Mrs. Preeti Mittal, Director is liable to retire by rotation at the ensuing Annual General Meeting (AGM) and being eligible, have offered herself for re-appointment.

#### **Independent Directors:**

As per Schedule IV of the Companies Act 2013 a separate meeting of Independent Directors without the attendance of Non- Independent Directors to discuss the agenda items as required under the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Independent Directors reviewed the performance of non-independent directors and the Board as whole reviewed the performance of the Chairperson of the Company taking into account the views of executive and non-executive directors and assessed the quality quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The Independent Directors expressed their satisfaction with overall functioning and implementations of their suggestions. The Company has received necessary declaration from each independent director under Section 149 (7) of the act that they meet the criteria of independence laid down in Section 149 (6) of the act

#### **Meeting of the Company**

Regular meetings of the Board are held at least once in a quarter. Additional Board meetings are convened, as and when require,

During the year under review, following meetings were held:

**Meeting of Board of Directors: 9 Board Meeting**

**Meeting of Committees:**

1. **Audit Committee Meeting: 5 Meetings**
2. **Nomination and Remuneration Committee: 5 Meetings**
3. **Stakeholder Relationship Committee Meeting: 4 Meetings**
4. **Meeting of Independent Director: 1 Meetings**

**Evaluation of Performance of Board:**

The Board adopted a formal mechanism for evaluating its performance as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Board functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, contribution at the meetings and otherwise, independent judgment, governance issues etc.

**Statutory Auditors:**

M/s. Jigar Shah and Associates (FRN 128263W) were appointed as the auditors of the company up to the 18th Annual General Meeting (AGM) of the company from the conclusion of 18<sup>th</sup> AGM till the conclusion of 23<sup>rd</sup> AGM. The requirement for the annual ratification of the auditor's appointment at the AGM has been omitted pursuant to the Companies (Amendment) Act 2017 made effective from May 07, 2018. During the year, the statutory auditors have confirmed that they satisfy the independence criteria required under the Companies Act 2013 and Code of ethics issued by the Institute of Chartered Accountants of India

The Notes to the financial statements referred in the Auditors Report are self-explanatory and therefore do not call for any comments under Section 134 of the Companies Act 2013.

The Auditors' Report does not contain any qualification reservation or adverse remark. The Auditors' Report is enclosed with the financial statements in this Annual Report.

**Reporting of frauds:**

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of the Act and the rules made there under.

**Internal Auditor:**

Pursuant to the provision of section 138 of the Companies Act, 2013 and the Companies (Accounts) Rules, 2014, the Company has re-appointed M/s C.P. Shah and Co., Chartered Accountants, Proprietor – Chetan P. Shah as an Internal Auditor of the Company for the Financial Year 2023-24 by the Board of Directors, upon recommendation of the Audit committee.

**Cost Auditor:**

In terms of provisions of Section 148 of the Companies Act, 2013, Mayur Chhaganbhai Undhad, Cost Accountants, Ahmedabad, were appointed as Cost Auditor of the Company for the financial year 2022-23 by the Board as recommended by the Audit Committee and they have offered themselves for reappointment for the Financial year 2023-24. The members are requested in ensuring AGM to ratify the remuneration of the Mayur C Undhad for FY 2023-24.

**Annexures to Directors Report:****Management Discussion and Analysis:**

The Management Discussion and Analysis Report on the operations of the Company have been provided in a separate section which forms part of this Annual Report. The report on Management Discussion and Analysis is annexed to this Report as “**Annexure-A**”.

**Particulars of Employees and Related Disclosures:**

Disclosure with respect to remuneration of Directors and employees as required under Section 197 of the Companies Act, 2013 read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of the Board's Report under “**Annexure – B**”, Details of employee remuneration as required under provisions of Section 197 of the Companies Act, 2013 and Rule 5 (2) and 5 (3) of Rules are available at the Registered Office of the Company.

**Extracts of Annual Return**

Pursuant to Section 92(3) of the Companies Act, 2013 read with Rule 12(1) of companies (Management and Administration) Rules, 2014, the extract of Annual Return in the prescribed form