

# FEDERATED STEEL MILLS LIMITED

*RC: 20344*

## FINANCIAL STATEMENTS

For the year ended 31st March 2021

**BOARD OF DIRECTORS AND CORPORATE INFORMATION**

**DIRECTORS:**

Mr. Abhay Nath Jha	-	Indian
Mr. Anup Kumar Drolia	-	Indian
Mr. Rakesh Kumar Agrawal	-	Indian

**REGISTERED OFFICE:**

Block XI, Plot 3-10  
Otta Industrial Estate  
Otta, Ogun State  
Nigeria.

**SECRETARIES:**

Chucks Mbonu & Co.  
46 Pastor Elabiyi Street  
Off Governor's Road, Ikotun  
P. O. Box 6272  
Surulere  
Lagos.

**AUDITORS:**

AdedolapoFayomi & Co.  
(Chartered Accountants)  
Block B, 7 Sule Abore Street  
Oba Dgunnusi Road  
Ojodu, Ikeja  
Lagos.

**BANKERS:**

Access Bank Plc  
Coronation Merchant Bank Limited  
First City Monument Bank Limited  
Guaranty Trust Bank Plc  
Polaris Bank Limited  
United Bank for Africa Plc  
Zenith Bank Plc

**FINANCIAL HIGHLIGHTS**  
**YEAR ENDED 31ST MARCH 2021**


	<u>2021</u> =N='000	<u>2020</u> =N='000
Revenue	5,662,880	2,015,388
Profit before taxation	412,478	10,047
Minimum Tax@0.25% on Turnover	(14,162)	-
Income Tax Expense	(15,736)	(41,506)
Profit / (loss) for the year	382,580	(31,458)
Other comprehensive income	-	-
Total comprehensive income / (loss) for the year	382,580	(31,458)
Capital expenditure	43,428	2,266,518
Total equity	897,147	518,727
No. of issued and fully paid-up ordinary shares of =N=1.00 each	900,000	900,000
<b>Per Share Data:</b>		
Basic earnings / (loss) per share (kobo)	43	(3)
Net asset per share (kobo)	100	58

STATEMENT OF DIRECTORS' RESPONSIBILITIES ON THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST MARCH 2021

In accordance with the provisions of the Companies and Allied Matters Act, the Directors are responsible for the preparation of annual financial statements, which give a true and fair view of the financial position of the Company and of the profit or loss for the reporting period.

The responsibilities include ensuring that:

- Appropriate internal controls are established both to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.
- The Company keeps accounting records which disclose with reasonable accuracy the financial position of the Company and which ensure the financial statements comply with the requirements of the Companies and Allied Matters Act.
- The Company has used suitable accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, and that all applicable accounting standards have been followed and
- the going concern basis is used, unless it is inappropriate to presume that the Company will continue in business.

  
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Director

  
\_\_\_\_\_  
Director

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF FEDERATED STEEL MILLS LIMITED**

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**Report on the audit of the Financial Statements**

**Our Opinion**

We have audited the Financial Statements of Federated Steel Mills Limited which comprise the statement of financial position as at 31st March 2021, the statements of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, a summary of significant accounting policies and the explanatory information.

In our opinion, the financial statements give a true and fair view of the Financial Position of the Company as at 31st March 2021 and of its Financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards, the Companies and Allied Matters Act and the Financial Reporting Council of Nigeria Act.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

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

**Other information**

The Directors are responsible for the other information. The other information comprise the Statement of Directors' Responsibilities, Statement of Value Added and Five-Year Financial Summary. It does not include the Financial Statements and the auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, if we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

