



sealmatic®



15th Annual Report For The Year 2023-2024

Sealmatic India Ltd.

MECHANICAL SEALS FOR

Oil & Gas | Refinery | Petrochemical | Chemical | Power
Fertiliser | Pharmaceutical | Paper | Aerospace | Marine

sealmaticindia.com



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About this Report

About This Report

Sealmatic India Limited (formerly known as Sealmatic India Pvt. Ltd.) (hereinafter referred to as "Sealmatic", "SIL" or "the Company") is pleased to present its 15th Annual Report for the Financial Year 2023-24 (hereinafter referred to as "during the year under review/review period"). This Report intends to serve as concise and all-inclusive communication about the Company's financial and non-financial achievements, governance, performance and prospects.

Reporting Principle

The Company was converted into a Public Limited Company with effect from 3rd November, 2022. Equity shares of the Company were listed on the SME Platform of Bombay Stock Exchange on 1st March, 2023 and the Company attained the status as a Listed Company from 1st March, 2023. The financial information presented in this report complies with financial and statutory data requirements of the Act (including the Rules made thereunder) as amended from time to time, Indian Generally Accepted Accounting Principles ("GAAP") as amended from time to time and the applicable Regulations of LODR 2015, as amended from time to time.

Reporting Scope and Boundary

The Information provided in this report pertains to the Company.

Approach To Materiality

The report covers material issues which have been identified basis stakeholder engagements, their impact on value-creation process and the Company's approach to address them with a measurable target. This facilitates stakeholders in making informed decisions with regard to their engagement with the Company.

Audit

The financial statements presented in this Report have been audited by M/s R R Shah & Associates, Chartered Accountants, Mumbai

Decade at a Glance

(Amount in Rs. lacs)

Particulars	IGAAP									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Revenue from Operations	7101.68	5854.05	4238.21	3523.39	3308.17	2623.97	1974.12	1283.62	1291.39	992.56
Other Income	223.31	107.42	25.17	15.59	49.74	28.23	44.70	14.67	12.32	2.23
Total Income	7324.99	5961.47	4263.38	3538.98	3357.91	2652.20	2018.82	1298.29	1303.71	994.79
Material Cost	2624.65	2260.66	1530.74	1351.08	1394.84	962.89	815.71	518.22	543.08	323.68
Other Expenses	3105.89	2076.00	1514.39	1154.25	1143.48	910.04	772.99	610.41	610.11	484.15
Interest	33.33	23.69	9.14	14.21	12.23	14.02	35.88	35.83	20.37	7.74
Depreciation	207.38	120.83	85.43	150.45	135.90	120.30	73.68	78.42	75.95	82.63
Total Expenses	5971.25	4481.18	3139.70	2669.99	2686.45	2007.25	1698.26	1242.88	1249.52	898.19
Profit before Tax	1353.74	1480.29	1123.68	869.00	671.46	644.95	320.56	55.41	54.19	96.60
Income Tax Provision	368.25	382.18	288.30	223.82	173.85	178.29	89.71	18.05	21.67	27.37
Net Profit after Tax	985.49	1098.11	835.38	645.18	497.61	466.66	230.85	37.36	32.52	69.23
EBIDTA	1594.45	1624.81	1218.25	1033.66	819.6	779.28	430.12	165.65	150.51	186.96
Share Capital	905.00	905.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00	20.00
Reserves & Surpluses	7871.12	6985.18	2988.70	2153.33	1508.15	1010.54	543.88	313.02	275.66	243.14
Net Worth	8776.12	7890.18	3008.70	2173.33	1528.15	1030.54	563.88	333.02	295.66	263.14
Imports	1568.08	1202.90	848.07	557.24	519.51	595.65	349.40	195.44	275.97	135.95
Exports	4325.57	3625.24	3284.86	2369.66	2159.44	1868.85	1527.81	1004.35	931.85	678.27
Basic Earnings per share (Rs.) [*] (Face Value Rs.10/-)	10.89	14.93	11.60	322.59	248.81	233.33	115.43	18.68	16.26	34.62
Dividend % ^{**}	11.00	11.00	10.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Book Value per share ^{***}	96.97	87.18	1504.35	1,086.67	764.08	515.27	281.94	166.51	147.83	131.57

Notes :

Previous figures have been regrouped to make them comparable with Generally Accepted Accounting Principles

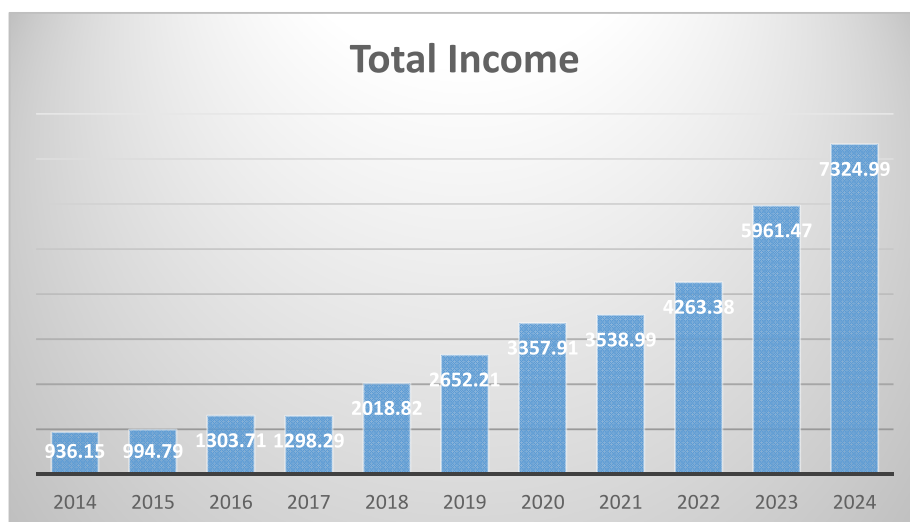
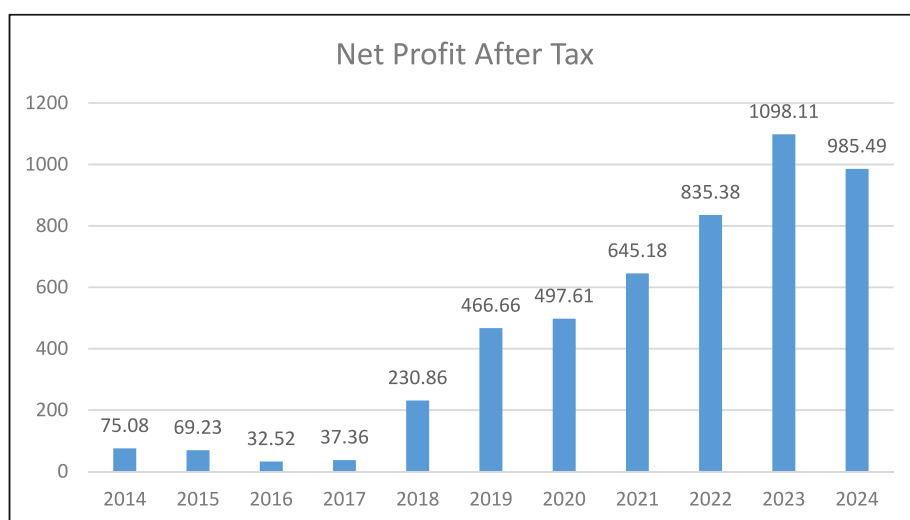
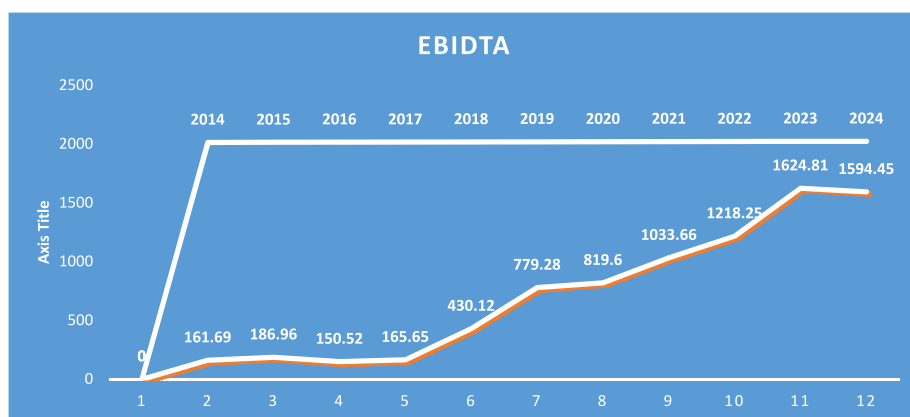
* EPS for the financial year 2021-22 has been readjusted in terms Accounting Standard (AS) 20 due to the issuance of further equity Shares in financial year 2022-23.

** Final Dividend recommended

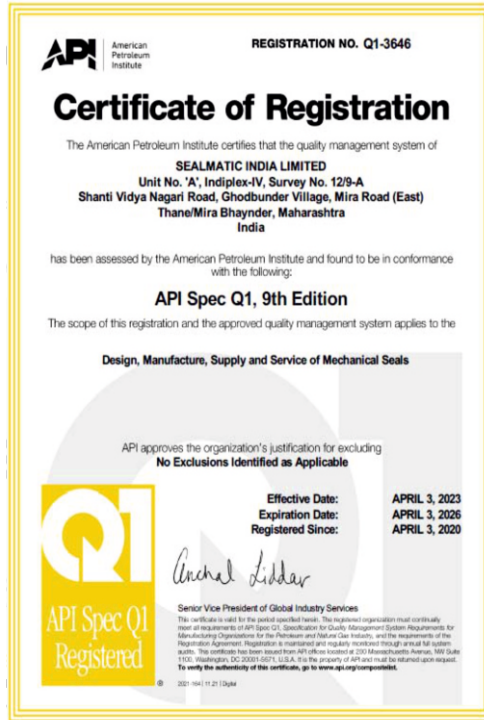
*** The Book Value per share for the earlier years were based on the number of Equity Shares issued, subscribed and paid up and outstanding as on the last day of the respective financial years. During the FY 2022-23 70 lacs Equity Shares were issued as Bonus Shares and 18.50 Lakhs Equity Shares were issued, subscribed and paid up. Hence, the Book Value per share is Rs.87.18 as on 31.03.2023



Decade at a Glance (Contd..)



Accolades that inspire us to aspire for more





Glimpse of Our Products

Engineering Seals for Demanding Applications



BR



PR- D Dual Seal



PR – Single Seal



SBF-(V)-D



SBF – SBP



SBPV-SBFV

Mechanical Seals For Agitators, Mixers, Kneaders & Reactors



BSH-D



BSHLU-D



MXS



U164



U184



UR-D

Glimpse of Our Products

Standard Cartridge Seal



CTX ANSI Dual Seals



CTX ANSI



CTX API



ETX



MTX



UTX



VTX Single Seals

Supply System and Components



BFS 53B



BFS1016



BFS2000



BFS6000



HE



HEK



MS



PBS2000



Gas Lubricated Seals for Pumps and Agitators



CTX-GSDN



GSAZ



GSPH-K



SPX

Split Seals



ADKS



BGH201 Single Seals



UG100



UG943

Standard Mechanical Seals for Pumps & Compressors



B100 - B800



B700N



B -740D



BJ920N



BRN



U700N

Foreword of the Managing Director

It gives me tremendous pleasure to present to you our Annual Report for the Financial Year March 31st 2024.

Sealmatic succeeded in increasing its turnover by around 18% to INR 728 million. This shows that the demand for Sealmatic products is very strong and is being driven by the markets in Europe, North America and India.

It was also particularly pleasing that our international business not only developed well in times of limited travel opportunities but also delivered a very satisfactory contribution to our profits.

Despite a global environment characterized by uncertainty, Sealmatic has delivered robust financial results across all product categories and geographies and is well-positioned for growth in the coming year and beyond. For 2024 - 2025, Sealmatic expects year-on-year organic order intake growth of 20%, which shall lead to efficient operational profitability.

At Sealmatic, we have a clear purpose as an organization, it is to provide our customers with state-of-the-art solutions to help solve their most critical sealing needs across key global markets. Our continuous investment into research & development drives our

commitment to keep evolving our capabilities as a sealing technology leader.

Sealmatic delivered strong order growth throughout 2023 - 2024, with order intake up by 24% compared to the period in 2022 - 2023. The order intake for the year 2023 - 2024 stood at INR 866 million.

As I reflect on the business development throughout 2023 - 2024, I am reminded of the

challenges that have confronted our world in the recent past. However, I am heartened to see how well we have withstood these challenges. As we prepare to fully embrace the numerous opportunities ahead, I am pleased to present both our annual results for 2023 - 2024 and our outlook for 2024 - 2025.

In the recent years, there has been a turmoil and especially in 2023, with events triggering the energy

crisis particularly in Europe, global geopolitical unrest, inflation and climate change. Sealmatic is well-positioned with the needed technology for ever changing global trends and increasing importance of energy and water security. As a company, we design and manufacture critical mechanical seals for our customers, and our sealing technologies help enhance much-needed resilience to external challenges.



In the Middle East, Europe, Russia and USA, we are currently expanding our business to support various OEMs and End Users. Sealmatic's innovation is contributing to the development of high-end sealing technologies by providing robust mechanical seals for nuclear, defence, marine and many other critical applications. We have also installed and commissioned mechanical seals for traditional end users by increasing efficiency and lifespan of their equipment, and we continue to adapt our sealing solutions to provide higher value addition for our customers.

We have commissioned state of the art test rigs at our research and development centre in Thane and most recently launched two new solutions for gas seal technologies to help end users in the sterile markets (pharma and food) to leverage their competitive edge in clean manufacturing.

Our global markets (export to 53 countries) have demonstrated a longevity alongwith year on year growth and they will remain essential – even as new markets will emerge in the future.

Together with our new regional heads in India, Middle East, Europe and USA, we have created a strategy, “2028 and beyond” to ensure we continue to meet customer needs and expectations as we maximize our long-term growth potential. Sealmatic operates in essential, growing and evolving markets that are gaining significance, thanks to increasing global needs.

Sealmatic's products, solutions and services are uniquely positioned to meet evolving global needs and pave the way for a global sustainable growth. Our innovative engineering capabilities are critical to enabling new and evolved offerings of products and services in many demanding markets, focusing on



efficiency improvements and the reduction of emissions. Together with our customers we will lead the transformation to a safe environment and drive sustainable & profitable growth.

We will strengthen our product offerings in critical applications at Sealmatic. We will continue to invest in research and development (R&D) for particularly demanding API 682, Nuclear, Marine and other high-pressure/temperature/speed applications. In this manner, we will create long lasting value for our shareholders, employees and global communities alike.

To exploit the value proposition that Sealmatic has and to add further, our Sealmatic 2028 Vision has pivotal philosophy aimed at growing the company profitably, while making it more robust, more structured and more nimble: focused profitable growth and operational efficiency. Sealmatic's experienced leadership will drive performance improvements through operational excellence. This will enable us to increase efficiency, strengthen our customer focus and grow more profitably.

I would like to extend great appreciation and thanks to you, our shareholders, for all of your support, and to our employees, customers and partners, without whom none of our achievements would be possible.

Board of Directors



MR. UMAR A K BALWA
Managing Director



MR. MOHD. HANIF S CHAUDHARY
Whole Time Director



MS. SANIA U. BALWA
Non Executive Woman Director



MR. DEEPAK A GHANGURDE
Non Executive – Independent Director



MR. AJOY BALKRISHNA
Non Executive – Independent Director



Corporate Information

Registered Office

4th floor, Techniplex – I, Techniplex Complex,
Off. Veer Savarkar Flyover, Goregaon (West),
Mumbai 400104

Chief Financial Officer

CA Ratan B. Kandare

Company Secretary & Compliance Officer

CS Neha Chheda

Works

- Bldg. A, Indiplex IV, Village Ghodbunder, Shanti Vidya Nagri Road, Mira Road (E), Thane - 401107, India
- Unit No.1 Gala No-6,7,8, Unit No. 2, Gala No. 1 to 7, Unit No.3 Gala No-4,5,6 Empire Estate -1, Kaman Village, KhindiPada, Vasai East, Vasai - Virar, Palghar - 401208, India

Communication

Tel. No.: 022-50502700
e-mail : compliance@seamaticindia.com

Statutory Auditors

M/s. R R Shah & Associates,
Chartered Accountants, Mumbai

Secretarial Auditors

M/s. Pitroda Nayan & Co.,
Practising Company Secretaries, Ahmedabad

Registrar And Transfer Agent

Kfin Technologies Ltd.
Selenium Tower, B, Plot 31-32, Gachibowli,
Financial District, Nanakramguda, Serilingampally
Hyderabad – 500 032, Telegana State
Tel. No. : +91 40 67162222
E-mail : einward.ris@kfintech.com

Bankers To The Company

Axis Bank Ltd.
State Bank of India
Canara Bank
Small Industries Development Bank of India
ICICI Bank Ltd.

Annual General Meeting

Date : 14/08/2024
Day : Wednesday
Time : 2:30 p.m.
Mode : Video Conferencing ("VC") /
Other Audio Visual Means ("OAVM")

Notice

NOTICE is hereby given that the 15th Annual General Meeting (“AGM”) of the members of Sealmatic India Limited will be held on Wednesday, 14th August, 2024 at 2.30 p.m. IST through Video Conferencing (“VC”) / Other Audio-Visual Means (“OAVM”) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements of the Company for the financial year ended 31st March, 2024, together with the Reports of the Board and the Auditors thereon; and
2. To declare final dividend of Rs. 1.10 per Equity Shares of the Company for the Financial Year 31st March, 2024.
3. To consider re-appointment of Mr. Mohamed Hanif Sharifbhai Chaudhari (DIN: 02817594), who retires by rotation and being eligible, offers himself for re-appointment.

By Order of the Board
Sd/-
Neha Chheda
Company Secretary

Regd. Office
4th Floor, Techniplex – I, Techniplex Complex
Veer Savarkar Flyover, Goregaon (West) Mumbai 400104
Date: 15/07/2024
Place: Mumbai

Notes for e-AGM Notice:

1. The Ministry of Corporate Affairs, Government of India (“MCA”) vide its General Circular Nos. 20/ 2020 and 10/2022 dated 05 May, 2020 and 28 December, 2022 respectively, and other circulars issued in this respect (“MCA Circulars”) allowed, inter-alia, conduct of AGMs through Video Conferencing / Other Audio-Visual Means (“VC/ OAVM”) facility. The Securities and Exchange Board of India (“SEBI”) also vide its Circular No. SEBI/HO/CFD/PoD-2/P/ CIR/2023/4 dated 05 January, 2023 (“SEBI Circular”) has provided certain relaxations from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”).

In compliance with these Circulars, provisions of the Companies Act, 2013 (“the Act”) and the Listing Regulations, the 15th AGM of the Company is being conducted through VC/ OAVM facility, which does not require physical presence of members at a common venue. The deemed venue for the 15th AGM shall be the Registered Office of the Company.

2. A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a member of the Company. However, MCA while granting the relaxations to hold the AGM through VC/OAVM has also provided exemption from the requirement of appointing proxies. Hence for this AGM the facility for appointment of proxy by the members is not being provided. Accordingly, the proxy form, attendance slip and the route map of the venue have also not been provided along with the notice. The members are requested to participate in the AGM in person through VC /OAVM from their respective location.
3. **e-AGM:** Company has appointed M/s KFin Technologies Limited, Registrars and Transfer Agents, to provide Video Conferencing facility for the Annual General Meeting and the attendant enablers for conducting of the e-AGM.

4. Pursuant to the provisions of the circulars of MCA on the VC/OAVM (e-AGM) as amended:
 - a. Members can attend the meeting through log in credentials provided to them to connect to Video conference. Physical attendance of the Members at the Meeting venue is not required
 - b. Body Corporates are entitled to appoint authorised representatives to attend the e-AGM through VC/OAVM and participate thereat and cast their votes through e-voting. Corporate / Institutional members are required to send scanned certified true copy (PDF Format) of the Board Resolution/Authority Letter, etc. together with attested specimen signature(s) of the duly authorized representative(s), to the Scrutinizer at email ID: **csnayan.pnc@gmail.com**, with a copy marked to **evoting@kfintech.com**. The scanned image of the above-mentioned documents should be in the naming format "SIL, 15th Annual General Meeting".
5. The Members can join the e-AGM 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
6. Up to 1000 members will be able to join on a FIFO basis to the e-AGM.
7. No restrictions on account of FIFO entry into e-AGM in respect of large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc.
8. The attendance of the Members (member's logins) attending the e-AGM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
9. The Board of Directors of the Company has recommended an equity dividend of 11% on the paidup share capital of the company corresponding to Rs.1.10 per share. The Company has fixed **Thursday, 8th August, 2024 as the 'Record Date'** for determining entitlement of members to receive the equity dividend for the year ended March 31, 2024, if approved, at the AGM. The dividend, once approved by the members in the AGM, will be paid to the eligible shareholders within the stipulated period of 30 days of declaration.
10. The dividend will be paid through electronic mode to those members whose updated bank account details are available. For members whose bank account details are not updated, dividend warrants / demand drafts will be sent to their registered address. To avoid delay in receiving dividend, members are requested to register / update their bank account details.
11. Members may note that the Income Tax Act, 1961, as amended by the Finance Act, 2020, mandates that dividends paid or distributed by a Company is taxable in the hands of members. The Company shall therefore be required to deduct tax at source ("TDS") at the time of making the payment of dividend. In order to enable us to determine the applicable TDS rate, members are requested to submit the relevant documents. The detailed communication regarding TDS on dividend is provided on the link: <https://ris.kfintech.com/form15/>. Kindly note that no documents in respect of TDS would be accepted from members after Thursday, 8th August, 2024.
12. A statement setting out the material facts pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Businesses to be transacted at the Meeting is annexed hereto. The relevant details, pursuant to Regulations 26(4) and 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 also annexed.
13. Reserve Bank of India has initiated NECS (National Electronic Clearing System) facility for credit of future dividends directly to the Bank account of the members. Hence members are requested to register their Bank account details (core banking solutions enabled account number, 9-digit MICR

code and 11-digit IFSC code) in respect of shares held in dematerialized form with their respective depository participants i.e., the agency where the demat account has been opened and in respect of shares held in physical form with the RTA or at the registered office of the company.

14. Non-resident Indian members are requested to inform the RTA, M/s. KFin Technologies Limited immediately about:

- (i) Change in their residential status on return to India for permanent settlement
- (ii) Particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.

15. Members may send their requests for change / updation of Address, Email address, Nominations:

- **For shares held in dematerialised form** - to their respective Depository Participant
- **For shares held in physical form** - to the RTA, M/s. KFin Technologies Limited or at the registered office of the Company

16. 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 requested to submit the PAN to their Depository Participants with whom they are maintaining their demat account. Members holding shares in Physical form are requested to submit their PAN details, email ids and mobile number to M/s. KFin Technologies Limited, the Share Transfer Agents of the Company.

17. A brief Resume of the Directors of Company, seeking appointment/re-appointment at this Annual General Meeting, and their expertise in specific functional areas, is given as part of the Notice of 15th Annual General Meeting.

The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode.

18. Pursuant to Sections 101 and 136 of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014 and SEBI (LODR), Annual Report of the Company is required to be sent through email to those members whose email address is registered and in physical form to those members who have not registered their email address.

However, as per "MCA Circulars" and SEBI Circular dated 12.05.2020 13.01.2021, 15.01.2021 & 15th Notice of the AGM along with the Annual Report 2023-24 is being sent only through electronic mode to those members whose email address is registered with the Company/ Depositories.

Members may note that the Notice and Annual Report 2023-24 will also be available on the Company's website www.sealmaticindia.com and in websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com, and on the website of KFIN Technologies Ltd viz., www.kfintech.com.

19. Instructions for the Members for attending the e-AGM through Video Conference:

- 1) Members may access the platform to attend the AGM through VC/OAVM at <https://emeetings.kfintech.com> by using their remote e-Voting credentials or by using their Registered Mobile number and OTP. The link for the AGM will be available in the Shareholder/Members login where the "EVENT" and the "Name of the Company" can be selected. Please note that the Members who have not registered their e-mail address or do not have the User-ID and Password for e-Voting or have forgotten the User-ID and Password may retrieve the same by



following the remote e-Voting instructions mentioned in this Notice. Further, Members can also use the OTP based login for logging into the e-meeting system.

In order to logon using the registered mobile number, Members should follow the instructions below.

- a) On the eMeeting webpage, use the Mobile OTP option.
 - b) Select the Meeting / Name of the Company
 - c) Input the Registered Mobile Number
 - d) Click on Send OTP
 - e) Post validation, join by selecting the Folio.
- 2) Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice.
 - 3) Members are encouraged to join the Meeting through Laptops with Google Chrome for better experience.
 - 4) Further Members will be required to allow Camera, if any, and hence use Internet with a good speed to avoid any disturbance during the meeting.
 - 5) Please note that Participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
 - 6) Members who need assistance before or during the AGM, can contact RTA viz., M/s.Kfin Technologies Ltd. on e-voting@kfintech.com or Mr. Mohsin, Senior Manager, at 040- 67161562.
 - 7) **AGM Questions prior to e-AGM:** Shareholders who would like to express their views/ask questions during the meeting may log into <https://emeetings.kfintech.com/> and click on "Post your Questions" may post their queries/views/questions in the window provided by mentioning the name, demat account number/folio number, email id, mobile number. Please note that, member's questions will be answered only, the shareholders continue to hold the shares as of cut-off date BENPOS. The post of the questions shall Open on Saturday, August 10, 2024 at 9.00 a.m. (IST) and End on Monday, August 12, 2024 at 5.00 p.m. (IST).
 - 8) **Speaker Registration during e-AGM session:** Members may log into <https://emeetings.kfintech.com/> and click on "Speaker Registration" by mentioning the demat account number/folio number, city, email id, mobile number and submit. The speaker registration shall Open on Saturday, August 10, 2024 at 9.00 a.m. (IST) and End on Monday, August 12, 2024 at 5.00 p.m. (IST).
20. **Instructions for members for e-Voting during the e-AGM session:**
1. The e-Voting "Thumb sign" on the left hand corner of the video screen shall be activated upon instructions of the chairman during the e-AGM proceedings. Shareholders shall click on the same to take them to the "instapoll" page
 2. Members to click on the "Instapoll" icon to reach the resolution page and follow the instructions to vote on the resolutions.

3. Only those shareholders, who are present in the e-AGM and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the e-AGM.

21. REMOTE E-VOTING THROUGH ELECTRONIC MEANS

In terms of the provisions of section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended (hereinafter called 'the Rules' for the purpose of this section of the Notice) and Regulation 44 of the Listing Regulations, the Company is providing facility of remote e-voting to exercise votes on the items of business given in the Notice through electronic voting system, to members holding shares as on **Thursday, August 8, 2024 being the cut-off date** fixed for determining voting rights of members, entitled to participate in the remote e-voting process, through the e-voting platform provided by KFin or to vote at the e-AGM. Person who is not a member as on the cut-off date should treat this Notice for information purposes only.

The details of the process and manner for remote e-voting are given below:

- A. Instructions for remote e-voting by (i) shareholders other than individuals holding shares of the company in demat mode and (ii) all shareholders holding shares in physical mode
 - I. Initial password is provided in the body of the email.
 - II. Launch internet browser and type the URL: <https://evoting.kfintech.com> in the address bar.
 - III. Enter the login credentials i.e. User ID and password mentioned in your email. Your Folio No./DP ID Client ID will be your User ID. However, if you are already registered with KFin for e-voting, you can use your existing User ID and password for casting your votes.
 - IV. After entering the details appropriately, click on LOGIN.
 - V. You will reach the password change menu wherein you are required to mandatorily change your password. The new password shall comprise of minimum 8 characters with at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #, \$, etc.). It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - VI. You need to login again with the new credentials.
 - VII. On successful login, the system will prompt you to select the EVENT i.e. Sealmatic India Limited
 - VIII. On the voting page, the number of shares (which represents the number of votes) held by you as on the cut-off date will appear. If you desire to cast all the votes assenting/dissenting to the resolution, enter all shares and click 'FOR' / 'AGAINST' as the case may be or partially in 'FOR' and partially in 'AGAINST', but the total number in 'FOR' and/or 'AGAINST' taken together should not exceed your total shareholding as on the cut-off date. You may also choose the option 'ABSTAIN' and the shares held will not be counted under either head.
 - IX. Members holding multiple folios/demat accounts shall choose the voting process separately for each folio/demat account.
 - X. Cast your votes by selecting an appropriate option and click on 'SUBMIT'. A confirmation box will be displayed. Click 'OK' to confirm, else 'CANCEL' to modify. Once you confirm, you will not be allowed to modify your vote subsequently. During the voting period, you can login multiple times till you have confirmed that you have voted on the resolution.

- XI. Corporate/institutional members (i.e. other than individuals, HUF, NRI, etc.) are required to send scanned image (PDF/JPG format) of certified true copy of relevant board resolution/authority letter etc. together with attested specimen signature of the duly authorised signatory(ies) who is/ are authorised to vote, to the Scrutinizer through email at **compliance@sealmaticindia.com** and may also upload the same in the e-voting module in their login. The scanned image of the above documents should be in the naming format 'SIL EVENT No.'
- XII. Members can cast their vote online from** From 9.00 a.m. (IST) on Sunday, August 11, 2024 till 5.00 p.m (IST) on Tuesday, August 13, 2024. Voting beyond the said date shall not be allowed and the remote e-voting facility shall be blocked.
- XIII. In case of any queries/grievances, you may refer the Frequently Asked Questions (FAQs) for Members and e-voting User Manual available at the 'download' section of <https://evoting.kfintech.com> or call KFin on 1800 309 4001 (toll free).
- XIV. Instructions for remote e-voting by Individual shareholders holding securities in demat mode.

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL	1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Individual Shareholders holding securities in demat mode with CDSL	- Existing user of who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. - After successful login of Easi / Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL, KFINTech, LINK NTIME, CDSL. Click on e-Voting service provider name to cast your vote. - If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration. - Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP where the E Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 22-23058542-43.

- The voting rights of the members shall be in proportion to their shares of the paid up equity share capital of the Company, as on the cut-off date.
- The Company has appointed CS Nayan Pitroda, Practicing Company Secretary (Membership No.: 58473; CP No: 23912), as Scrutinizer to scrutinize the remote e-voting and e-voting during the AGM in a fair and transparent manner.
- The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the electronic votes cast during the AGM and thereafter unblock and count the votes cast through remote evoting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of

the total votes cast in favour or against, if any, to the Chairman or any other person authorised by him.

25. The Results on resolutions shall be declared within 48 hours of the conclusion of the AGM and the resolutions will be deemed to be passed on the AGM date subject to receipt of the requisite number of votes in favour of the Resolutions.
26. The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.sealmaticindia.com and on the website of KFin Technologies Ltd <https://www.evoting.kfintech.com> immediately. The Company shall simultaneously forward the results to BSE Limited, where the shares of the Company are listed.
27. Process for registration of email address for obtaining Annual Report for e-voting and updation of bank account mandate for receipt of dividend:

Physical Holding	Physical shareholders are hereby notified that based on SEBI Circular number: SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37, dated March 16 th , 2023, All holders of physical securities in listed companies shall register the postal address with PIN for their corresponding folio numbers. It shall be mandatory for the security holders to provide mobile number. Moreover, to avail online services, the security holders can register e-mail ID. Holder can register/update the contact details through submitting the requisite ISR form along with the supporting documents.
	ISR 1 Form can be obtained by following the link: https://ris.kfintech.com/clientservices/isc/default.aspx
	ISR Form(s) and the supporting documents can be provided by any one of the following modes.
	a) Through 'In Person Verification' (IPV): the authorized person of the RTA shall verify the original documents furnished by the investor and retain copy(ies) with IPV stamping with date and initials; or
	b) Through hard copies which are self-attested, which can be shared on the address below; or Name : KFIN Technologies Limited Address : Selenium Building, Tower-B, Plot No. 31 & 32, Financial District, Nanakramguda, Serilingampally, Hyderabad, Rangareddy, Telangana India - 500 032.
	c) Through electronic mode with e-sign by following the link: https://ris.kfintech.com/clientservices/isc/default.aspx#
	Detailed FAQ can be found on the link: https://ris.kfintech.com/faq.html
Demat Holding	Please contact your Depository Participant (DP) and register your email address and bank account details in your demat account, as per the process advised by your DP.

Annual Report 2023-24**ANNEXURE TO THE NOTICE**

Details of Directors seeking re-appointment/appointment:

Name of Director	MOHAMED HANIF SHARIFBHAI CHAUDHARI
DIN	02817594
Date of Birth	05/06/1965
Age	59
Qualification	Diploma in Mechanical Engineering
Brief Resume/Experience	Mr. Mohamed Hanif Chaudhari, aged 59 years, is also a founding member of Sealmatic. He brings to Sealmatic an extensive experience of over 33 years in designing, manufacturing and servicing of mechanical seals. He has been trained in Germany and Japan covering various intricate aspects of sealing technology. He holds a unique blend of understanding the dynamics of sealing technology and provides robust solutions to the market place. Over the years he has played many roles including being the Asst Vice President at Burgmann India from 1993 until 2011. Throughout this time, he has not only believed in completely devoting himself to the vision of harnessing sealing technology but championed the cause of providing high performance sealing solutions. This has created greener, safer and more reliable rotary equipment processes in various industrial applications. He has been instrumental in setting up the global supply chain and product development activities for Sealmatic from Europe & USA to India. Since 2012 he is Director in Sealmatic India Limited.
Remuneration last drawn as Director	Rs. 27.60 Lakhs in FY 23-24
Nature of Expertise in Specific Functional areas	He holds a unique blend of understanding the dynamics of sealing technology and provides robust solutions to the market place.
Remuneration proposed to be Paid	As per Resolution passed in 14 th Annual General meeting held on Monday, 21 st August, 2023
Date of first appointment on the Board	01-09-2018
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	NA
The number of Meetings of the Board attended during the year (FY 23-24)	6
Directorships in other Companies as on date of notice*	Isomag India Private Limited
Membership/Chairmanship of Committees of other Boards	Nil
Shareholding in the company	10,26,219 Equity Shares (11.34%)

By Order of the Board
Sd/-
Neha Chheda
Company Secretary

Place : Mumbai
Date : 15th July, 2024

Directors' Report

To,

The Members,

The Board of Directors has pleasure in presenting the 15th Annual Report of Sealmatic India Limited (formerly known as Sealmatic India Pvt. Ltd (hereinafter referred to as "Sealmatic", "SIL" or "the Company") alongwith the Audited Financial Statements for the Financial Year ended 31st March, 2024 ("the year/period under review")

I. Financial Summary

(Rs. In Lakhs)

Particulars	For the year ended	
	31st March, 2024	31st March, 2023
Revenue from Operations	7101.68	5,854.05
Other Income	223.31	107.42
Total Revenue	7324.99	5,961.47
Material Cost	2624.65	2,260.66
Other Expenses	3105.89	2,076.00
Interest/Finance Cost	33.33	23.69
Depreciation	207.38	120.83
Total Expenses	5971.25	4,481.18
Profit Before Tax	1353.74	1,480.29
Income Tax Provision	368.25	382.18
Profit after Tax	985.49	1098.11
EBDITA	1594.45	1624.81
Share Capital	905.00	905.00
Reserves & Surpluses	7871.12	6985.18
Net Worth	8776.12	7890.18
Imports	1568.08	1,202.90
Exports	4325.57	3,625.24
Earnings per share in Rs. (Basic/Diluted)	10.89	14.93
Dividend % ^{Note 3}	11.00	11.00
Book Value	96.97	87.18

Notes:

1. The above figures are extracted from the audited financial statements prepared as per Indian Generally Accepted Accounting Principles (GAPP).
2. Equity Shares are at Face Value of Rs. 10 per share.
3. The Board of Directors propose a final dividend of Rs. 1.10 per share of Rs.10 each. (11%)

REVIEW:

Our performance in 2023 - 2024 demonstrates the value of our solutions and expertise towards essential sealing technology. Demand for our critical services and products is strong in both our domestic and evolving markets.

As a leading sealing technology company with an ultra-modern manufacturing unit in Mumbai and an additional capacity expansion is under commissioning in Kaman (by June 2024) both the manufacturing facilities are geared to deliver cutting edge sealing products to the global market. Sealmatic is working with partners including end users and OEMs alongwith EPCs, LSTKs and other stake holders in the oil & gas, refinery, petrochemical, chemical, pharmaceutical, fertilizer, power, mining, pulp & paper, aerospace, marine and many more industrial applications.

Based on the PTRs that we have as credentials, we have been selected and are a sought after company to deliver high critical mechanical seals, to name a few: The Rumaila Oil Fields which involved high critical API 682 mechanical seals, The Lift Irrigation Project in Andhra Pradesh which involved the largest split mechanical seals ever produced in the country, The IOCL Mathura Refinery OISD project which involved intricate and demanding application in a refinery, coupled with installation and commissioning of mechanical seals for high temperature applications, exceeding 350 degree celsius, these projects are to name a few and the body of work undertaken by Sealmatic is commendable and respected globally.

The footprint of Sealmatic is ever expanding with key assets being deployed at strategic locations, viz: Pune (a team of 5), Chennai (a team of 3), Kolkata (a team of 3), Baroda (a team of 3) and Mumbai (a team of 11). In addition, we have established sales offices in Dublin (Ireland) to oversee the market in Europe and in Houston (USA) to oversee the market in North America, the collective potential of both these regions is USD 2.25 Billion and we are making a very serious commitment in these territories. We see a long-term potential and we have put our best foot forward in these highly competitive but huge markets. To pursue the market in USA it is mandatory that a company needs to have ASME U Stamp, a certificate which Sealmatic has achieved and the doors are now open to pursue this highly competitive market in the USA.

Strategic partnerships have been arrived upon in high growth areas, viz: in the UAE we have signed an agreement with Habshan in October 2023 to look after the UAE market (market potential of USD 60 Million), in Thailand we have signed an agreement with PSS Group in August 2023 to look after the market in Thailand (market potential of USD 40 Million), in the USA we have signed an agreement with EcoTech in September 2023 to look after the USA market (market potential of USD 1.25 Billion).

The market in the Middle East has presented us with many opportunities due to the approval of ADNOC, which Sealmatic attained in the shortest possible time frame and this opens doors for us to participate in the projects that are envisaged in excess of USD 50 Billion, spread over a period of five years, similar efforts are put in by our team in Oman, Qatar, Kuwait and Saudi Arabia, where initial reports and findings encourage us to make strategic partnerships and long term investments in these regions as well.

Most importantly the market in Russia was closed because of its very protective nature, but due to the conflict in Ukraine, that market is now open for us and we have made significant progress over there, thus participating in exhibitions such as: NEFTEGAZ (April 2024) in Moscow and PCV (October 2023) in Moscow, the response that we have garnered at both these exhibitions was overwhelming, we see a lot of traction in Russia in the coming years with profitable business. Additionally, to put a strong thrust, Sealmatic also has got the Russian certifications of TRCU 032 and TRCU 012 which is mandatory to be accepted as a mechanical seal company in the oil & gas and refineries in Russia.

The business area of Defence and Nuclear is now well covered by achieving the certification of ISO 19443 (Nuclear) and the DGQA (Defence), it would be noteworthy to mention that Sealmatic was the second company in India to get the ISO 19443 certification and also to get the coveted DGQA certification for Defence through a very stringent process, having achieved both these certificates it has paved way for us to penetrate the coveted markets, which are long term, profitable and sustainable.

We have established a team of engineers who will exclusively pursue this business in the Defence and Nuclear sector.

Sealmatic in the past year has invested and will keep investing heavily in reaching out to markets and geographies, for which it has participated and will keep participating in important industrial exhibitions viz: Defence Technology Expo (Chennai September 2023), Pump Symposium (Houston USA September 2023), ADIPEC (UAE October 2023), Dahej Industrial Expo (Dahej December 2023), EGPES (Egypt February 2024), OTC (Houston USA May 2024), Chemtech (Mumbai March 2024),ACHEMA (Frankfurt Germany 2024) and many other efforts in the market place.

Participation in such industrial exhibitions allow Sealmatic to demonstrate Sealmatic's passion about offering cutting edge solutions for rotating equipment to run more efficiently, consume less energy and operate efficiently with improved performance across many industrial applications.

We are committed to serving the needs of the industry and continue to invest in our global presence and infrastructure to be close to our customers.

2. PERFORMANCE DURING THE YEAR UNDER REVIEW

The Financial year 2023-2024 was the year of achieving a substantial growth in respect of revenue, profits after tax and EBDITA. A gist of the achievements during the year is as under:

Sr. No.	Parameters	F Y 2023-24 (Rs. in lakhs)	FY 2022-23 (Rs. in lakhs)	Change In absolute terms (Rs. in lakhs)	In %
1	Revenue from operations	7101.68	5854.05	1247.63	21.31
2	Total Revenue	7324.99	5961.47	1363.52	22.87
3	Profit after Tax	985.49	1098.11	(112.62)	(10.26)
4	EBDITA	1594.45	1624.81	(30.36)	(1.87)
5	Revenue from Exports	4325.57	3625.24	700.33	16.19
6	Revenue from Domestic	2776.11	2405.55	370.56	15.40

3. DEPOSITS

The Company has not accepted any deposits from the public during the year under review.

4. CHANGES IN SHARE CAPITAL

During the year under the review there was no change in Authorised Share Capital and Paid Up Share Capital. As on 31st March, 2024 the Authorised Share Capital of the Company is Rs. 10 Crores.

During the year under review there was no change in Issued, Subscribed and Paid Up Capital. The Paid-Up Share Capital as on 31st March, 2024 is Rs. 9,05,00,000/- divided into 90,50,000 Equity Shares of Rs. 10/- each.

As on 31st March, 2024 all the Equity Shares of the Company were traded in electronic form as all the Equity Shares are held in Dematerialized Form.

The Company has not issued any Equity Shares with differential voting rights, sweat equity shares, employees stock option and did not purchase its own shares. Hence there is no information to be

provided as required under Rule 4(4), Rule 8(13), Rule 12(9) and Rule 16(4) of the Companies (Share Capital and Debenture) Rules, 2014 and Section 62 of Companies Act, 2013.

5. RESERVES

The Board of Directors has decided to retain the entire amount of profits in the profit and loss account.

6. DIVIDEND

Your directors recommend a Dividend of Rs.1.10 per equity share, i.e., @ 11%, as Final Dividend for the financial year ended on 31st March, 2024.

7. TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND ("IEPF")

During the year under review, no amount towards the unclaimed dividends was required to be transferred to the Investor Education and Protection Fund established by the Central Government in accordance with section 125 of the Companies Act, 2013 ("the Act").

Pursuant to the provisions of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules 2016 ("IEPF Rules"), as amended from time to time, the shares on which dividend remains unpaid / unclaimed for seven consecutive years or more shall be transferred to the Investor's Education and Protection Fund (IEPF). During the year under review, the Company has not transferred any equity share to the IEPF.

8. CHANGE IN NATURE OF BUSINESS

During the year under review there was no change in nature of Business of Company and no changes were made to Main Object of Memorandum of Association.

9. SUBSIDIARY AND ASSOCIATE OF THE COMPANY

The Company does not have any subsidiary as on 31st March, 2024. In view of this fact, provisions of Section 129 (3) of the Act and Regulation 34 (2)(b) of Listing Regulations, 2015 are not applicable to the Company as on 31st March, 2024 and hence the prescribed form AOC-1 is not annexed to this Report.

10. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Annexed to this report as Annexure I.

11. DIVIDEND DISTRIBUTION POLICY

In accordance with Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations, 2016, the Company is not required to prepare Dividend Distribution Policy.

12. ANNUAL RETURN

In accordance with the provisions of the Act, the Annual Return of the Company for the year ended 2023-24 is hosted on website of the Company at: www.sealmaticindia.com

13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Contracts or arrangements with related parties referred to under Section 188 of the Act, entered into during the year under review, were on an arm's length basis. No material contracts or arrangements with related parties were entered into during the year under review. Accordingly, no transactions are being reported in form AOC- 2 in terms of section 134 of the Act.

14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the year under review neither any loans nor any guarantees were extended to Company in which Directors are interested, which were covered under Section 186 of the Act.

15. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has established a vigil mechanism to provide avenues to the stakeholders to bring to the attention of the management, the concerns about behaviors employees that raise concerns including fraud by using the mechanism provided in the Whistle Blower Policy.

16. STATEMENT REGARDING THE DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY

The Company has not developed and implemented any risk management policy as the risk threatening the business activity carried out by the Company during the year are minimal.

17. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

To significant or material order was passed during the year under review by any regulators, courts or tribunals impacting the going concern status of the Company or its future operations. The Company has not filed any application or no proceeding is pending against the Company under the Insolvency and Bankruptcy Code, 2016, during the year under review.

18. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this Report.

19. CHANGE OF NAME

During the year under review the name of the Company has not been changed.

20. POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder, to redress complaints received regarding sexual harassment. The Company has in place a policy in line with the requirements of the said Act. During the year under review, nil complaint with allegations of sexual harassment was received by the Company.

21. DECLARATIONS BY INDEPENDENT DIRECTORS

The Independent Directors have given a declaration to the Company that they meet the criteria of independence as per Section 149(6) of the Act and Regulation 25 of the Listing Regulations, 2015.

22. DIRECTORS & KEY MANAGEMENT PERSONNEL**I. Composition of Board & Board Meetings**

The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors. As on the 31st March, 2024, the Board comprises of 5 (Five) Directors, out of which 2 are Executive Directors and 3 are non-Executive that includes one Woman Director. The Chairman of the Board is an Non-Executive Director.

The Board of Directors duly met 6 times during the year. The Composition, category and attendance of each Director at the Board and Annual General Meeting of each Director is as follows: -

Annual Report 2023-24

Name of the Director	DIN	Category of Directorship	No. of Board Meeting Entailed to attended	No. of Board Meetings attended	Attendance at the last AGM
Mr. Umar A K Balwa	00142258	Managing Director	6	6	Yes
Mr. Mohamad Hanif S. Chaudhary	02817594	Whole Time Director	6	6	Yes
Ms. Sania U. Balwa	08239375	Non-Executive Director (Woman Director)	6	2	Yes
Mr. Deepak A. Ghangurde	09799885	Independent Director	6	4	Yes
Mr. Ajoy Balkrishna	09801722	Independent Director	6	3	No

II. INDUCTIONS

During the year there were no inductions made on the Board.

III. CESSATIONS:

During the year there were no cessations on the Board.

IV. Retirement by Rotation

Mr. Mohammed Hanif S. Chaudhari is liable to retire by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

V. Familiarization Program of Independent Directors

The Independent Directors have been updated with their roles, rights and responsibilities in the Company by specifying them in their appointment letter along with necessary documents, reports and internal policies to enable them to familiarize with the Company's procedures and practices. The Company endeavors, through presentations at regular intervals, to familiarize the Independent Directors with the strategy, operations and functioning of the Company and also with changes in the regulatory environment having a significant impact on the operations of the Company and the industry as a whole. The Independent Directors also meet with senior management team of the Company in informal gatherings. During the year 2023-24, the Company has conducted 4 programs for familiarizing the Directors for a total duration of 6 hours.

VI. Profile of Directors seeking appointment / re-appointment

Since there are no appointment / re-appointment as required under regulation 36(3) of SEBI (LODR), 2015, particulars of the Directors retiring and seeking reappointment and appointment at the ensuing Annual General Meeting is not annexed.

VII. Key Managerial Personnel

As on the date of this report, the following persons are the Key Managerial Personnel(s) of the Company:

- a) Mr. Umar Abdulkarim Balwa, Chairman & Managing Director;

- b) Mr. Mohamed Hanif Sharifbhai Chaudhari, Whole Time Director;
- c) CA Ratan Bhabutlal Kandare, Chief Financial Officer;
- d) CS Neha Chheda, Company Secretary And Compliance Officer.

VIII. Declaration from Independent Director

All the Independent Directors of the Company have given their declarations stating that they meet the criteria of independence as prescribed under the Section 149(6) of the Companies Act, 2013 read with the rules made there under and in the opinion of the Board, the Independent Directors meet the said criteria.

During the year under review the Independent Directors duly met pursuant to the provisions as specified in Schedule IV of the Companies Act, 2013 and the quorum was present throughout the meeting.

23. AUDIT COMMITTEE

The Audit Committee is duly constituted in accordance Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time. It adheres to the terms of reference which is prepared in compliance with Section 177 of the Companies Act, 2013, and SEBI (LODR) Regulations 2015.

The Audit Committee was constituted on 03/01/2023.

The Company Secretary acts as the Secretary to the committee and the Committee Members are:

Name Category	Position	No. of Meetings held	No. of Meetings attended
Mr. Deepak A Ghangurde (Independent Director)	Chairman	4	4
Mr. Ajoy Balkrishna (Independent Director)	Member	4	4
Ms. Sania Umar Balwa (Non-Executive Non Independent Director)	Member	4	4

Two third of the members are Independent Directors and all the members are financially literate. The composition, role, functions and powers of the Audit Committee are in line with the requirements of applicable laws and regulations. The Audit Committee shall oversee financial reporting process and disclosures, review financial statements, internal audit reports, related party transactions, financial and risk management policies, auditors' qualifications, compliance with Accounting Standards etc. and oversee compliance with Stock Exchanges and legal requirements concerning financial statements and fixation of audit fee as well as payment for other services etc.

During the year under review Four Audit Committee Meetings were held on 29.05.2023, 21.08.2023, 10.11.2023 and 07.02.2024.

24. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee is constituted in accordance with Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of the Board and its Powers) Rules, 2014 as amended from time to time.

The Nomination and Remuneration Committee was constituted on 03/01/2023.

The Company Secretary acts as the Secretary to the committee and the Committee Members are:

Name Category	Position	No. of Meetings held	No. of Meetings attended
Mr. Deepak A Ghangurde (Independent Director)	Chairman	2	2
Mr. Ajoy Balkrishna(Independent Diretor)	Member	2	2
Ms. Sania Umar Balwa (Non-Executive Non Independent Director)	Member	2	2

During the year under review Two Nomination and Remuneration Committee Meetings were held on 29.04.2023 and 29.05.2023.

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration of Directors, Key Managerial Personnel and other employees. The said policy is available on the website of the Company (www.sealmaticindia.com).

25. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee is constituted in accordance with Section 135 of the Companies Act, 2013 read with applicable rules as amended from time to time. The members of the committee are as follows:

Name Category & Position	No. of Meetings held	No. of Meeting attended
Mr. Umar A K Balwa(Managing Director) Chairman	2	2
Mr. Mohamad Hanif S. Chaudhary (Whole Time Director) Member	2	2
Mr. Deepak Ghangurde (Independent Director) Member	2	2

The meeting of Corporate Social Responsibility Committee were held on 29.05.2023 and 10.11.2023.

26. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee was constituted on 3rd January, 2023 and is in compliance with the requirements of Section 178 of the Companies Act, 2013. Company Secretary is the Compliance Officer, who acts as the Secretary to the Committee and the Members of the Committee are:

Name Category & Position	No. of Meetings held	No. of Meeting attended
Mr. Deepak A Ghangurde (Independent Director) Chairman	1	1
Mr. Ajoy Balkrishna(Independent Director) Member	1	1
Ms. Sania Umar Balwa(Non-Executive Director) Member	1	1

The Stakeholders Relationship Committee looks into shareholders' complaints related to transfer of shares, non-receipts of balance sheet besides complaints from SEBI, Stock Exchanges, Court and various Investor Forums. It oversees the performance of the Registrars and Transfer Agent, and recommends measures for overall improvement in the quality of investor services. The Company is in compliance with the SCORES, which has initiated by SEBI for processing the investor complaints in a centralized web-based redress system and online redressal of all the shareholders complaints.

The meeting of Stakeholders Relationship Committee was held on 29/05/2023.

During the year under review no grievances were received based on the reports from Kfin Technologies Limited.

27. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The policy on Director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of Director, and other matters forms part of report on Corporate Governance. The detailed policy is available on the Company's website at: www.sealmaticindia.com

28. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Act, the Board of Directors report that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) it has 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;
- (c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the annual accounts are prepared on a going concern basis;
- (e) proper internal financial controls are in place and that such internal financial controls are adequate and are operating effectively; and
- (f) systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

29. PARTICULARS OF EMPLOYEES AND RELATED INFORMATION

In terms of the provisions of Section 197 of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement containing the disclosures pertaining to remuneration and other details as required under the Act and the above Rules are provided in the Annual Report. The disclosures as specified under Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is annexed to this Report as **Annexure II**.

30. STATUTORY AUDITORS

M/s. R.R. Shah & Associates (Firm Registration Number: 112007W) Chartered Accountants, the present Statutory Auditors ("Auditors") of the Company. The Auditors were initially appointed as Auditors of the Company for the financial year 2014-15 and were re-appointed from time to time as Auditors of the

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Company until the conclusion of Annual General Meeting (“AGM”) to be held for financial year ending on 31st March, 2026, as the provisions of Section 139(2) the Act read with Rule 5 of the Companies (Audit and Auditors) Rules, 2014 were not applicable at the time of appointment/reappointment of the Auditors.

The Auditors’ Report for the financial year 2023-24 does not contain any qualification, reservation, adverse remark or disclaimer. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company during the financial year 2023-24.

31. SECRETARIAL AUDITOR

Pitroda Nayan & Co., Company Secretaries, Ahmedabad were appointed as Secretarial Auditor of the Company to conduct secretarial audit pursuant to the provisions of Section 204 of the Companies Act, 2013. The secretarial audit of the Company has been conducted on a concurrent basis in respect of the matters as set out in the said rules and Secretarial Audit Report given by Pitroda Nayan & Co., Company Secretaries, Ahmedabad, Secretarial Auditor of the Company forms part of this report and is marked as **Annexure-‘III’**.

There are no qualifications, reservations or adverse remarks made by Pitroda Nayan & Co., Company Secretaries, Ahmedabad, Secretarial Auditor of the Company, in their report.

32. COST AUDITORS

As the overall turnover from all the products and services was not more than Rs. 100.00 crores during the immediately preceding financial year 2022-23, the provisions in respect of Cost Audit are not applicable to the Company in terms of Rule 4 of the Companies (Cost Records and Audit) Rules, 2014.

33. INTERNAL AUDITOR

The Company has appointed M/s. MAKK & Co., Chartered Accountants, Mumbai (FRN 117246W) as Internal Auditor for the financial year 2024- 2025.

34. STATEMENT REGARDING THE DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY

The Company has not developed and implemented any risk management policy since the same is not applicable to the company as the risk threatening the business activity carried out during the year are minimal.

35. VIGIL MECHANISM

The Company believes in the conduct of its affairs in a fair and transparent manner to foster professionalism, honesty, integrity and ethical behavior in its employees & stakeholders. The Company has adopted a Whistle Blower Policy as a part of vigil mechanism.

Also, the Code of Business Conduct (Code) lays down important corporate ethical practices that shape the Company’s value system and business functions and represents cherished values of the Company.

36. ADEQUACY OF INTERNAL FINANCIAL CONTROL

The Company has designed and implemented a process driven framework for Internal Financial Controls (‘IFC’) within the meaning of the explanation to Section 134(5)(e) of the Act. For the year ended March 31, 2024, the Board is of the opinion that the Company has sound IFC commensurate with the nature and size of its business operations and operating effectively and no material weaknesses exist. The

Company has a process in place to continuously monitor the same and identify gaps, if any, and implement new and / or improved controls wherever the effect of such gaps would have a material effect on the Company's operations. During the year, no reportable material weakness was observed.

37. COMPLIANCE OFFICER

The Compliance Officer of the Company is Mrs. Neha Chheda who is the designated Company Secretary of the Company.

38. SECRETARIAL STANDARDS

During the year under review, the Company has generally complied with applicable Secretarial Standards issued by the Institute of the Company Secretaries of India.

39. INSURANCE

All the insurable interest of the Company including Plant & Machinery, Furniture and Fixtures, Inventory and other insurable interest have been adequately insured.

40. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Information as required to be given under Section 134(3)(m) of the Act read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in the annexure to this report as Annexure IV.

41. LISTING FEES

The Equity Shares of the Company are listed on BSE - SME Segment and the Company has paid the annual listing fees for the year 2024-2025.

42. STATEMENT ON FORMAL ANNUAL EVALUATION OF BOARD

Nomination and Remuneration Committee annually evaluates the performance of individual Directors, Committees, and of the Board as a whole in accordance with the formal system adopted by it. Further, the Board also regularly in their meetings held for various purposes evaluates the performance of all the Directors, committees and the Board as a whole. The Board considers the recommendation made by Nomination and Remuneration Committee in regard to the evaluation of board members and also tries to discharge its duties more effectively. Each Board member's contribution, their participation was evaluated and the domain knowledge they bring. They also evaluated the manner in which the information flows between the Board and the Management and the manner in which the board papers and other documents are prepared and furnished.

43. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS:

During the year under review, there was no instance of one-time settlement with any Bank/Financial Institution. Hence, the disclosure relating to difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks/Financial Institutions is not applicable to the Company.

44. CSR EXPENDITURE

During the year Company was required to spend an amount of Rs. 23,18,310/- towards CSR (Corporate Social Responsibility) and it has spent Rs. 23,19,000/- in Promoting Education, Promoting Healthcare, Preventive Healthcare etc. which are covered under Section 135 read with Schedule VII of the Companies

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Act, 2013 and the Companies (Corporate Social Responsibility Policy) Rules, 2014. The annual report on Corporate Social Responsibility activities, as required under Sections 134 and 135 of the Companies Act, 2013 read with (Corporate Social Responsibility Policy) Rules, 2014 is provided in Annexure V which forms the part of this Report.

45. REGISTRAR AND SHARE TRANSFER AGENT

The Company has appointed Kfin Technologies Limited as its Registrar and Share Transfer Agent and executed post IPO Agreement for availing its various services.

46. HUMAN RESOURCE

Your Company considers its Human Resource as the key to achieve its objective. Keeping this in view, your Company takes utmost care to attract and retain quality employees. Your Company appreciates the spirit of its dedicated employees.

47. COMMENT ON NOCLAR

The management has not come across any non compliance of any rule and regulation nor it has been reported by Senior professional accountants in service.

As per the Section 260 of Companies Act, 2013, the company has complied with guidance as required to be under taken in accounts for NOCLART.

48. ACKNOWLEDGEMENTS

The Board of Directors is grateful and wish to record its appreciation for the co-operation and support of the shareholders of the Company, Bankers of the Company, clients of the Company and all employees including the workers, staff and management and all others concerned with the Company's business.

Your Directors gratefully acknowledge the on-going support and co-operation provided by Central and State Government, Stock Exchange, SEBI, NSDL, CDSL and other regulatory bodies.

On behalf of the Board of Directors

Sd/-
Umar A K Balwa
Managing Director
DIN :- 00142258

Sd/-
Hanif S. Chaudhari
Whole Time Director
DIN :- 02817594

Date : 15/07/2024

Place: Mumbai

ANNEXURE I TO BOARD'S REPORT

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Introduction

Mechanical seals prevent the leakage of liquids or gasses through the clearance between the stuffing box and the shaft and these include cartridge seals, balanced and unbalanced seals, pusher and non-pusher seals and host of other conventional mechanical seals.

The Company is a well-established player in the mechanical seal industry catering to the ever evolving needs of the customers. A future-focused Company which believes in innovation, the Company's bespoke quality and manufacturing excellence makes it a preferred choice of a growing and ever-evolving customer base. The Company designs and manufactures mechanical seals and associated products mainly for the oil & gas, refinery, petrochemical, power, marine, chemical, pharmaceutical, pulp & paper, mining and for many more industrial applications. It provides the most complete selection of engineered mechanical seals and sealing support systems and its products are globally recognized as one of the most trusted products in the process industry in over 45 countries. With a wide range of products and services, the Company has solutions for every sealing requirement such as API 682 mechanical seals, highly engineered mechanical seals, standard cartridge seals, metal bellows seals, split seals, gas-lubricated seals and many other custom-built sealing solutions.



(a) INDUSTRY STRUCTURE AND DEVELOPMENT

General

Despite the rising interest rates and external headwinds, the domestic demands remain resilient. The inflation is expected to anchor down to the pre-pandemic levels by the end of 2024. The broad-based recovery in manufacturing is expected to be driven by the robust domestic demand. Government focus on infrastructure and the capital investments by private sector are expected to drive growth in the medium term. The improving investment outlook backed by Production-Linked Incentive (PLI) schemes for various sectors is expected to draw-in private investment in the manufacturing sector. Despite the effect of global slowdown on exports of merchandise and services, the service sector is expected to maintain a healthy growth rate.

Mechanical seal industry

The demand for mechanical seals is witnessing an upward trend, which is mainly due to growing manufacturing as well as the investments in various infrastructure projects globally and the growth of the industrial sectors across the world, which can be attributed to the increase in supportive investment, more particularly the capex spending in India and foreign investment policies throughout the globe. Furthermore, the rising applications in the core sector industry will contribute to the expansion of the market for mechanical seals. According to various surveys, the global mechanical seals market is projected to grow by about USD 1.37 billion with a CAGR of 5.27% by 2026 whereas the global mechanical seals market stands at USD 4.15 billion as of date.

The focus of Indian government on infrastructure and capital expenditure is expected to crowd-in private investment thus benefitting the capital goods industry. Indian mechanical seals industry is one of the fastest growing markets in the world. Government focus on irrigation projects, drinking water supply, sanitation, infrastructure, core sector such as refineries, power projects and urban housing is expected to drive the demand for mechanical seals in the various core industrial sectors. A series of capacity expansion drives and greenfield projects in the refinery, petrochemical, steel, cement and other allied industries will help the mechanical seals market.

With the growth in manufacturing, process industries and various infrastructure projects the Indian market for mechanical seals is expected to grow at a sustained pace over the medium- and long-term. The technological innovations in this sector are contributing towards a drive for a greener and sustainable manufacturing.

(b) Opportunities & Threats

The buoyant activity in the industrial and manufacturing sectors will increase the demand for mechanical seals. At the same time the growth in aftermarket sales is expected to be one of the key

factors for stimulating demand for mechanical seals. As the primary function of a mechanical seal is to prevent leakage of liquid or gas, it is one of the critical components in various types of pumps, compressors and agitators, amongst others. High-pressure or high-temperature fluids if leaked to the environment can cause various damages and hence even a small leakage or damage will make it necessary to replace mechanical seals. The majority of mechanical seals replacements involve 'like for like' replacements, which means that the end-users which uses mechanical seals will continue to employ and replace mechanical seals at a periodic interval of 12 to 18 months during the life time of the equipment, which generally is 25 years. As most of the mechanical seals have a relatively short lifespan and as such their frequent replacement is required.

Mechanical seals are manufactured by using steel and alloys, silicon carbide, tungsten carbide, carbon amongst other exotic materials. Therefore, the fluctuating price of steel and other related material will have an impact on the sales of the final product. As the substantial revenue is earned through exports, the uncertain geographical and political instability can also have an impact on the revenue of the Company. We have put in place sound mitigation strategies for threats arising out of commodity prices and exports slowdown. We are allocating necessary resources and investing adequately to ramp our capacities to cater to the increasing order intake.

(c) Segment-wise or product-wise performance

During the year under review, mechanical seals worth Rs. 7,101.68 lakhs (Previous Year – Rs. 5,854.05 lakhs) were sold. Out of the above export accounted for Rs. 4,325.57 lakhs (Previous Year Rs. 3,625.24 lakhs)

(d) Outlook

As growth in global and in Indian economy is expected to increase and due to the impetus especially of the Indian Government on infrastructural investment, the Company expects a healthy growth in the Indian market for mechanical seals. The Export growth is expected to be slower due to the global slowdown but on the positive side the trade restrictions because of Russo-Ukrainian war has created a huge surge in demand for mechanical seals from Russia and other CIS countries. The impact of a global slowdown on domestic consumption in India though limited, can affect the capex projects in private sector to some extent.

(e) Risks & Concerns

Risks to the outlook are primarily to the downside. With the ever-evolving political situation, high inflation globally and rising interest rates, the global growth is likely to be affected. The increased competition in domestic market due to the possible slowdown in exports is expected to lead to aggressive price competition, impacting the bottom lines. The withdrawal of cheaper liquidity may also lead to a slowdown in the capex cycle in the industry and may hurt the demand for mechanical seals.

(f) Internal Control Systems and their adequacy

Internal Control Systems are in place:

- To safeguard the Company's assets from loss or damage.



- To keep constant check on cost structure.
- To provide adequate financial and accounting controls and implement accounting standards.

The system is improved and modified continuously to meet with changes in business condition, statutory and accounting requirements.

During the year under review internal controls were adequately supported by periodic review by the management and now onwards will be reviewed by the Internal Auditor.

(g) Financial Performance with respect to operational performance

The following statements cover the financial performance review.

a) Distribution of income

(Rs. in lakhs)

Sr. No.	Particulars	Year ended 31 st March, 2024		Year ended 31 st March, 2023	
		Rs.	%	Rs.	%
1.	Cost of Raw materials consumed	2624.65	35.83	2260.66	37.93
2.	Employee Benefit Expenses	1331.83	18.18	962.28	16.14
3.	Other Expenses	1774.06	24.22	1113.72	18.69
4.	Finance Cost	33.33	0.46	23.69	0.40
5.	Depreciation	207.38	2.83	120.83	2.03
6.	Tax				
	Current	346.60	4.73	365.85	6.12
	Deferred	21.56	0.29	16.33	0.27
7.	Retained earnings	985.49	13.45	1098.11	18.42
	Total	7324.90	100.00	5960.62	100.00

b) Financial position at a glance

(Rs. in lakhs)

	Year Ended 31 st March 2024	Year Ended 31 st March 2023
ASSETS OWNED		
Non- Current Assets		
Non- Current Assets		
1. Property, Plant and Equipment (including Capital Work in Progress)	2,117.93	1,489.94
2. Intangible Assets	2,99.11	36.60
3. Investments	0.00	0.00
4. Other non-current assets (net)	5,40.36	86.72
5. Current assets (Net) (excluding borrowings)	6,084.40	6,620.90
TOTAL	9,041.80	8,234.16

FINANCED BY		
1. Borrowings	265.68	343.98
2. Net worth*	8776.12	7,890.18
TOTAL	9041.80	8,234.16
*Represented by		
Equity Share Capital	905.00	905.00
Reserves & Surpluses	7871.12	6,985.18
TOTAL	8776.12	7,890.18
Income earned		
1. Revenue from operations	7101.68	5,584.05
2. Other Income	223.31	107.42
TOTAL	7324.99	5,961.47
1. Materials consumed	2624.65	2,260.66
2. Employee Benefit Expenses	1331.83	962.28
3. Other Expenses	1774.06	1,113.72
4. Finance Cost	33.33	23.69
5. Depreciation & amortization expenses	207.38	120.83
6. Taxation	368.25	382.18
TOTAL	6339.50	4,863.36
7. Retained Income	985.49	1,098.11

c) Financial Summary

(Rs. in lakhs)

	31.03.2024	31.03.2023	31.03.2022	31.03.2021	31.03.2020
Liabilities					
Equity Share Capital	905.00	905.00	20.00	20.00	20.00
Reserves & Surpluses	7871.12	6985.18	2988.70	2153.33	1508.15
Non – Current Liabilities	265.68	343.98	61.63	234.42	246.88
Current Liabilities	2003.11	1513.24	866.49	565.78	553.32
TOTAL	11044.91	9747.40	3936.82	2973.53	2328.35
Assets					
Non Current – Assets	2417.04	1526.54	870.36	709.88	578.30
Non – Current Investments	540.36	86.72	49.62	96.80	105.95
Current Assets	8087.51	8134.14	3016.84	2166.84	1644.10
Total	11044.91	9747.40	3936.82	2973.53	2328.35

Total Revenue	7324.99	5961.47	4263.38	3538.98	3357.91
Profit before Depreciation and Finance Cost	1594.45	1624.81	1218.25	1033.65	819.60
Finance Cost	33.33	23.69	9.14	14.21	12.23
Depreciation	207.38	120.83	85.43	150.45	135.90
Profit before Tax	1353.74	1480.29	1123.68	869.00	671.46
Tax	368.25	382.18	288.30	223.82	173.85
Profit after Tax	985.49	1098.11	835.38	645.18	479.61
Retained earnings	985.49	1098.11	835.38	645.18	497.61
<u>Selected Indicators</u>					
	31.03.2024	31.03.2023	31.03.2022	31.03.2021	31.03.2020
Return on Capital employed % ^{Note 1}	15.22	18.27	36.90	36.68	38.52
Current Ratio	4.04	5.38	3.48	3.82	2.97
Earnings per share ^{Note 1}	10.89	14.93	11.60	322.59	248.81
Debt Equity Ratio	0.04	0.06	0.03	0.11	0.16
Book Value per share ^{Note 1}	96.97	87.18	1,504.35	1,086.67	764.08
Fixed Assets Turnover	2.23	3.83	4.87	4.96	5.72
EBIDTA	1,594.45	1,624.81	1,218.25	1,033.66	819.59

Note 1 : The Paid-up capital was increased during the FY 2022-23. Hence there is a variation in values as on 31.03.2022 compared to the earlier years.

(h) Material developments in HR/IR including number of employees

Year 2023-24 has proven to be a year of resilience setting multiple records, pivotal moments and achievements. By keeping the SIL's core sustainability principles like Environmental protection, Social commitments and Governance Culture (ESG) at center of operations we have attained new heights in business. We have adapted appropriate employee engagement and Health and Safety measures. We have also implemented measures like restructuring of departments, investment in expansion of plants & infrastructure, employee friendly policies, Diversity & Inclusion, Employee Engagement activities, Communication Meetings with all employees, state of art offices and enhanced Health & Safety. By refocusing our business around core strengths we have become significantly more profitable, better balanced and more cost-efficient. With the execution of our HR strategy, we have been able to support our employees through the challenging conditions and embarked the high quadrant in the employee engagement survey. This execution of strategy includes continued efforts to raise awareness and facilitating open dialogues through several initiatives. We steered our efforts on Skill and Knowledge enhancement, Process Improvisation, Retention of Employees, Leadership Development, Performance Management and Employee Engagement. We could maintain the attrition rate below industry standards due to pleasant work environment, prioritization of growth of employees, offering competitive compensation and benefits, Development of Infrastructure, Communication Mechanisms, Succession Planning and Reward and Recognition. Healthy and co- operative employee relations at all plants ensured support to the business growth As a result of these collaborative and collective efforts, we are well-equipped to deliver sustainable growth and have established us as a strong brand in the market.

The Company had 342 employees (330 Male and 12 female) on its roll as on 31st March, 2024.

Annual Report 2023-24**(i) Key Financial Ratios**

	Ratios	Year ended 31st March 2024	Year Ended 31st March 2023
1.	Debtors Turnover (days)	81.22	79.70
2.	Inventory Turnover (days)	216.92	153.93
3.	Interest Coverage Ratio (%) ^{Note 1}	41.62	83.19
4.	Current Ratio ^{Note 2}	4.04	5.38
5.	Debt Equity Ratio ^{Note 3}	0.04	0.06
6.	Operating Profit to Sales (%)	19.06	25.29
7.	Net Profit to Sales (%)	13.88	18.76

Note :

1. During the year under review, the payment towards interest was Rs. 33.33 lakhs as against Rs. 23.69 lakhs during the year 2022-23 , (increase by about 40.69%). Whereas the profit before tax Decreased by Rs. 126.56 from Rs. 1480.29 lakhs as on 31st March, 2023 to Rs. 1353.73 lakhs as on 31st March, 2024 . (Decrease 8.54%). Due to this reason there is a substantial variation in the interest coverage ratio.
2. The levels of Inventory, Receivables increased due to bunching of the orders during the months of February and March, 2024.

(j) Changes in Return on Net Worth

The Return on Net worth as on 31st March, 2024 was 15.22% whereas the same was 18.27% as on 31st March, 2023. The reduction to the tune of 16.69 % in the Return on Net worth.

Disclosure of Accounting Treatment

The financial statements are prepared as per the Accounting Standards applicable to the Company.

Disclosures with respect to demat suspense account/unclaimed suspense account

No shares are in the demat suspense account or unclaimed suspense account as on 31.03.2024

CAUTION

This document contains statements about expected future events and financials of the SIL, which are forward-looking. By their nature, forward-looking statements require the Company to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that the assumptions, predictions and other forward-looking statements may not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as a number of factors could cause assumptions, actual future results and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications and risk factors referred to in the Management Discussion and Analysis Section of this Annual Report.

On behalf of the Board of Directors

Sd/-
Umar A K Balwa
Managing Director
DIN :- 00142258

Sd/-
Hanif S. Chaudhari
Whole Time Director
DIN :- 02817594

Date : 15/07/2024

Place : Mumbai

Annexure II

The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of sub-section 12 of Section 197 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr. No.	Requirements	Disclosure	
I.	The ratio of the remuneration of each director to the median remuneration of the employees for the financial year	WTD	9.6 Times
II.	The percentage increase in remuneration of each director, CFO, CEO, CS in the financial year	CFO – NA CS – 13.77% WTD - 5.14%	
III.	The percentage increase in the median remuneration of employees in the financial year	NA	
IV.	The number of permanent employees on the rolls of the Company as on 31 st March, 2024	342	
V.	Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	N.A.	
VI.	Affirmation that the remuneration is as per the remuneration policy of the company	Yes, it is confirmed	

On behalf of the Board of Directors

Sd/-
Umar A K Balwa
Managing Director
DIN :- 00142258

Sd/-
Hanif S. Chaudhari
Whole Time Director
DIN :- 02817594

Date : 15/07/2024
Place: Mumbai

Annexure III

FOR THE FINANCIAL YEAR ENDED 31st March, 2024

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
SEALMATIC INDIA LIMITED
[CIN U26900MH2009PLC197524]
Mumbai

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SEALMATIC INDIA LIMITED [CIN U26900MH2009PLC197524]** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on **31st March, 2024** ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31st March, 2024** according to the provisions of:

- i. The Companies Act, 2013 (**the Act**) and the rules made there under.
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (**not applicable to the company during the audit period**)
 - iv. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (**not applicable to the company during the audit period**)
 - v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (**not applicable to the company during the audit period**);
 - vi. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (**not applicable to the company during the audit period**);

- viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(not applicable to the company during the audit period)**;

I have also examined compliance with the applicable Clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and guidelines.

I further report that:

- A. With the approval of shareholders, in their duly convened Annual General Meeting held on 21/08/2023:

- i. Ms. Sania U. Balwa was appointed as Non Executive Non Independent Women Director.
- ii. The terms of appointment of Mr. Mohammed Hanif S. Chaudhari Whole Time Director was amended

For. Pitroda Nayan & Co.,
Company Secretaries

Sd/-

Nayan P. Pitroda
Proprietor
Mem. No.: 58473
C.P. No.: 23912
UDIN: A058473F000550129
P/R No.: 1925/2022

Place: Ahmedabad
Date: 08/06/2024

Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.

Annexure to Secretarial Audit Report

To,

SEALMATIC INDIA LIMITED

[CIN U26900MH2009PLC197524]

Mumbai

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Sd/-

Nayan P. Pitroda

Proprietor

Mem. No.: 58473

C.P. No.: 23912

UDIN: A058473F000550129

P/R No.: 1925/2022

Place: Ahmedabad

Date: 08/06/2024

ANNEXURE IV TO BOARD'S REPORT

(a) Conservation of energy		The in-house efforts are being constantly made for conservation of energy.
(i)	the steps taken or impact on conservation of energy	The Company uses alternative sources of energy wherever possible
(ii)	the steps taken by the Company for utilizing alternate sources of energy.	The Company has noted to install energy consuming equipments like Air Conditioners, Refrigerators, TV Sets & Other Equipments and to regularly maintain and replace the said equipments/machineries as and when required.
(iii)	the capital investment on energy conservation equipment's	Technology absorption
(b) Technology absorption		
(i)	the effort made towards technology absorption	The in-house efforts are being constantly made for adoption, adaptation and innovation of technology to meet customer requirements
(ii)	the benefits derived like product improvement cost reduction product development or import substitution	There is a saving in Cost and Energy when the equipments and machineries are efficiently used and the old equipments/machineries are replaced with new technology equipments at the right moment.
(iii)	in case of imported technology (important during the last three years reckoned from the beginning of the financial year)	Nil
	(a) the details of technology imported	Nil
	(b) the year of import;	Nil
	(c) whether the technology been fully absorbed	Nil
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	Nil
(iv)	the expenditure incurred on Research and Development	Nil
(c) Foreign Exchange earnings and outgo		
During the year, there was a foreign exchange outgo of Rs.1608.17 lakhs as against the foreign exchange outgo of Rs.1312.91 lakhs during the previous year. This outgo was in respect of the Travelling, Business Promotion, Business Commission, Professional Fees. import of Raw Material and Capital Goods. Foreign exchange equivalent to Rs. 4,117.52 lakhs was earned during the year under review and Rs. 3,448.50 lakhs was earned during the previous year towards Exports.		

On behalf of the Board of Directors

Sd/-
Umar A K Balwa
Managing Director
DIN :- 00142258

Sd/-
Hanif S. Chaudhari
Whole Time Director
DIN :- 02817594

Date : 15/07/2024
Place: Mumbai

ANNEXURE V TO THE BOARD'S REPORT

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ("CSR") ACTIVITIES

1. Brief outline on CSR Policy of the company:

The CSR policy of the Company contains the activities that can be undertaken by the Company for CSR, composition of CSR committee, details of existing charitable trust, annual allocation for CSR activities, areas of CSR projects, criteria for selection of CSR projects, modalities of execution/implementation of CSR activities and the monitoring mechanism of CSR activities/projects.

The CSR activities of the Company are aligned with the activities specified in Schedule VII of the Companies Act, 2013.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Umar A K Balwa	Managing Director	2	2
2	Mr. Mohamad Hanif S. Chaudhary	Whole Time Director	2	2
3.	Mr. Deepak Ghangurde	Independent Director	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

The link for CSR Committee composition, CSR Policy and approved CSR Projects is: www.sealmaticindia.co.in

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable
5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.

Sl.No.	Financial Year	Amount available for set-off from preceding financial years (in INR)	Amount required to be set-off for the financial year, if any (in INR)
1	2023-24	Nil	Nil
	Total	Nil	Nil

6. Average net profit of the company as per section 135(5): **Rs. 11,59,15,516/-**
7. (a) Two percent of average net profit of the company as per section 135(5): **Rs.23,18,310/-**
- (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: **NIL**
- (c) Amount required to be set off for the financial year, if any: **NIL**
- (d) Total CSR obligation for the financial year (7a+7b-7c): **Rs. 23,18,310/-**

8. (a) CSR amount spent or unspent for the financial year:

	Amount Unspent ('Rs.) - NIL				
Total Amount Spent for the Financial Year.('Rs)	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second provision to section 135(5).		
	Amount.	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs. _____/- *	NA	NA	NA	NA	NA

* The Company spends the prescribed CSR obligation by contributing to an eligible implementing agency.

(b) Details of CSR amount spent against ongoing projects for the financial year: Nil

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl.	Name of The	Item from the list of activities in Schedule VII to the	Local area	Location of the project (State.	Project	Amount allocated for the project	Amount spent in the current financial Year (in	Amount transferred to Unspent CSR Account for the project as per Section	Mode of Implementation Direct (Yes/	Mode of Implementation Through Implementing Agency (Name, CSR Regi-
NIL										

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

Mode of implementation - No direct spending by the Company.

CSR Amount is spent through implementing agency - **Name of the implementing Agency CSR Registration Number of the implementing Agency are as under :**

(1)	(2)	(3)	(4)	(5)	(6)
Sl. No.	Name of The Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project (District, State)	Amount spent (Rs.)
1	NAVAPUR EDUCATION SOCIETY (CSR00015830)	Promoting Education	No	Dhule, Maharashtra	50,7000
2	AHMED VIKAS MANDAL (CSR00042794)	Promoting Education	Yes	Mumbai, Maharashtra	2,00,000
3	MK EDUCATION SOCIETY (CSR00003323)	Promoting Education	No	Sidhpur, Gujarat	3,51,000
4	NAVJEEVAN MEDICARE FOUNDATION (CSR00003330)	Promoting Education	Yes	Mumbai, Maharashtra	4,50,000
5	BLIND ORGANIZATION OF INDIA (CSR00003325)	Promoting health care including preventive health care	Yes	Mumbai, Maharashtra	3,75,000
6	VACHLABAI APANG SEVA SANSTHA (CSR00056814)	Promoting health care including preventive health care	Yes	Thane, Maharashtra	1,51,000
7	PARANBHUTI FOUNDATION (CSR00008090)	Promoting health care including preventive health care	Yes	Mumbai, Maharashtra	2,85,000
					23,19,000

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- (d) Amount spent in Administrative Overheads: Nil
- (e) Amount spent on Impact Assessment, if applicable: Nil
- (f) Total amount spent for the Financial Year (8b+8c+8d+8e): Spent Rs. 23,19,000 for the financial year 2024 by the company.
- (g) Excess amount for set off, if any: Nil

Sl. No.	Particular	Amount (Rs.₹)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 23,18,310/-
(ii)	Total amount spent for the Financial Year	Rs. 23,19,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Rs. 690/-
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)- (iv)]	NIL

9. (a) Details of Unspent CSR amount for the preceding three financial years: Nil

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any. Name of the Fund Amount (in Rs) Date of transfer			Amount remaining to be spent in succeeding financial years. (in Rs.)
1.	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Total						

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year. (asset-wise details) :

Not Applicable

- (a) Date of creation or acquisition of the capital asset(s). —
- (b) Amount of CSR spent for creation or acquisition of capital asset. —
- (c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. —
- (d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset). —

specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

Sd/-

Umar A K Balwa
Chairman of CSR Committee &
Managing Director

Sd/-

Deepak A. Ghangurde
Member of CSR Committee &
Director

Date : 15/07/2024

Place : Mumbai

Independent Auditor's Report

To the Members of Sealmatic India Limited (Formerly known as Sealmatic India Private Limited)

Report on the Audit of the financial Statements

Opinion

1. We have audited the accompanying Financial Statements of **Sealmatic India Limited (Formerly known as Sealmatic India Private Limited)** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and notes to the financial statements including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with Companies (Accounting Standards) Rules, 2014 as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024 and its profit and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Companies Act, 2013. 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 are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Description of Key Audit Matters:-

The key audit matters	How the Matter was addressed in our audit
Valuation, Accuracy Completeness and disclosure pertaining to Inventories with reference to AS-2 Inventories constitutes material component of financial statement. Correctness, completeness and valuation are critical for reflecting true and fair financial results of operations.	Our Audit Approach: Principal Audit Procedures Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows: • We assessed the Company's process regarding Maintenance of records, Valuation and accounting of transactions relating to Inventory as per the Accounting Standard 2.

The key audit matters	How the Matter was addressed in our audit
	• We have evaluated the design of Internal Controls relating to recording and valuation of Inventory. • We have verified the compliance with the standard norms relating to production as framed and timely updated by the management.
Product Development Cost - capitalized as internally generated Product development costs are recognised as internally generated intangible assets when technical feasibility is established, the Company has committed technical and commercial resources and future economic benefits are assessed as 'probable' Costs capitalised during the year represents the material and personnel expenses viz. salaries, wages of personnel directly engaged in the projects during the development phase and expenditure on services that is directly attributable to the project such as professional fees engaged in the development phase. The assessment of the capitalisation criteria as set out in AS 26 'Intangible Assets' is made at an early stage of product development. It involves: • Company's judgement to establish technical feasibility of the product; • Company's estimation of availability of committed technical and commercial resources; and • Inherent challenges in predicting future economic benefits which must be assessed as 'probable' for capitalisation to commence. There is a risk of development cost getting capitalised where the relevant criteria have not been met. Accordingly, we identified capitalisation of product development cost as a key audit matter. Refer note 1(f)(ii) to the financial statement.	Principal Audit Procedures performed: Evaluated the design, implementation and operating effectiveness of internal controls system around the Company's assessment that the recorded costs meet the capitalisation criteria; • Evaluated initiation of capitalisation of the product development costs including Company's controls over estimation of the future economic benefit of the projects; • One of the criteria relating to future economic benefits being assessed as 'probable' was evaluated by analyzing its estimated profitability. • Substantive procedures performed for costs incurred towards projects by using statistical sampling; • Analysed and determined the costs which are capitalized are 'directly attributable' towards product development activities; and we have evaluated the adequacy of disclosures in the financial statements in view of the requirements as specified in the standard.

Information Other than the Financial Statements and Auditor's Report Thereon

5. The Company's Management and Board of Directors are responsible for the preparation and presentation for other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditor's report thereon. The Company's annual report is expected to be made available to us after the date of this auditor's report.

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

6. In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
7. If, based on the work we have performed, we conclude that there is a material misstatement in this Board Report, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Directors' Responsibility for the Financial Statements

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company 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.
9. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
10. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain

audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
 14. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
 15. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
 16. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

17. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure –A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

18. As required by Section 143(3) of the Act, we report that:
- 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.
 - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in the paragraph 19(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - On the basis of the written representations received from the directors as on 05/04/2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
 - The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 18(b) above on reporting under Section 143(3)(b) of the Act and paragraph 19(f) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our Separate Report in "Annexure B" to this report.
19. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Company does not have any pending litigations as at 31st March, 2024 which would impact its financial position.
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred by the Company to the Investor Education and Protection Fund.
 - The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 39(vii)(A) to the financial statements, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (intermediaries) with the understanding whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - The Management has represented that to the best of its knowledge and belief, as disclosed in the Note 39(vii)(B) to the financial statements no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(iii) Based on the audit, procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (i) and (ii) above contain any materials misstatement.

e. The final dividend paid by the Company during the year, in respect of the same declared for the previous year is in accordance with Section 123 of the Act to the extent it applies to payment of Dividend.

As stated in Note no. 2.9 to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

f. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023.

i) The company, is using an accounting software Oracle Netsuite, which is operated by third party software service provider, for maintaining its books of account. The Software company has certified that the audit trail is available throughout the year and there is no switch off or edit or disable option available in the said software.

Based on our examination, which include test checks, the said software has a feature of recording audit trail (edit log) facility and the same has operated through out the year for all relevant transactions recorded in the software.

ii) In respect of Payroll software, which has feature of recording audit trail (edit log) facility and the same has operated through out the year for the payroll transactions recorded in the said software. Further, for the period under audit, the audit trail (edit log) facility was enabled and operated through out the year for said software, we did not come across any instances of the audit trail feature being tampered with.

iii) The Company records and maintains details of property plant and equipment register in excel sheet. The feature of recording audit trail (edit log) facility not enable / available at the application layer in respect of maintenance of Property, Plant and Equipment throughout the year.

20. With respect to the matter to be included in the Auditor's Report under section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its director during the current year is in accordance with the provision of section 197 of the Act. The remuneration paid to director is not in excess of the limit laid down under section 197 of the Act.

For R. R. Shah & Associates
Chartered Accountants
Firm's registration number: 112007W

Sd/-
(Rajesh S. Shah)
Partner
Membership No.017844
UDIN: 24017844BKFHJB3348

Place: Mumbai
Date: 28th May, 2024

Annexure –A to the Independent Auditors' Report

Annexure referred to an Independent Auditors' Report of even date to the members of Sealmatic India Limited (Formerly known as Sealmatic India Private Limited) ("the Company") on financial statements for the year ended 31st March, 2024.

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment in Microsoft Excel worksheet (refer Independent Auditors Report para no.19(f)(iii))
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Property, Plant and Equipment have been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noted on such verification.
- (c) According to the information and explanations given to us by the management and on the basis of our examination of the records of the Company, the company does not own any immovable property hence reporting under clause 3(i)(c) of the Order is not applicable.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right of-use assets) and intangible assets during the year.
- (e) As disclosed in note no.39 (ii) of the Financial Statements, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- (ii) (a) As explained to us, the inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been appropriately dealt with in the books of account.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year and accordingly clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not provided any made investments in any.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has made investments and has granted loans or advances in the nature of loans, unsecured loans to employees and to other party in respect of which requisite information is as below. The Company has not provided any guarantee, or security. The Company has not made any investments, and has not granted loans or advances in the nature of loans, unsecured to companies, firms, limited liability partnership during the year.

- (A) The Company did not have subsidiary, joint venture and associates, hence reporting under clause 3(iii)(a)(A) of the Order is not applicable
- (B) Based on the audit procedures carried on by us and as per the information and explanations

given to us, the Company has granted loans and advances to employees and to one party as given below:

Aggregate amount during the year to Employees	Rs.25.72 Lakhs
Aggregate amount during the year to Others	Rs.7.59 Lakhs
Balance outstanding as at Balance Sheet date	
Employees	Rs. 10.63 Lakhs
Other	Rs. 6.54 Lakhs

- a) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion that the investment made and the terms and conditions of the grant of loans are, prima facie, not prejudicial to the interest of the company.
- b) In respect of loans granted by the Company, the schedule of repayment of principal has been stipulated and the repayments of principal amounts are generally been regular as per stipulation.
- c) In respect of interest on loan given to other party, the interest is charged and recovered as stipulated. No interest has been charged or receivable on loans given to employees.
- d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to same parties.
- f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- (iv) In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of S.185 and S.186 of the Act with respect to loans and investments.
- (v) In our opinion and according to information given to us, the company has complied with the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and rules framed there under to the extent applicable in respect of acceptance of deposits. We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal.
- (vi) We have been informed that the company is not covered under the rules made by the Central Government of India in respect of the maintenance of cost records as has been specified under sub-section (1) of Section 148 of the Act. We have, therefore, not examined the records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion undisputed statutory dues including Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income Tax, Duty of Customs, Cess and other statutory dues have been regularly deposited by the Company with the appropriate authorities.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of GST, Provident



fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess, and other statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

- (viii) According to the information and explanation given to us and on the basis of examination of records of the Company and as disclosed in note no.39(ix) of the Financial Statements, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.
- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender during the year.
- (b) As disclosed in note no.39(iv) of the Financial Statements, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and the procedures performed by us and on an overall examination of the financial statements of the Company we report that no funds raised on short-term basis have been used for long term purposes by the company.
- (e) The Company does not have any subsidiary or associate company or joint venture during the year and hence clause 3 (ix)(e) and (f) of the Order is not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. However, the Company has raised funds during the previous financial year by way of public offer. The part of the funds were applied for the purpose during the previous year and in current financial year, for which they were raised. The amount of unutilized proceeds as at March 31, 2024 amounted to Rs.1263.12 Lakhs have been kept in short term fixed deposits and in current account as cash and cash equivalent. Also, refer Note .2.7 of the Financial Statements of the Company.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debenture (fully or partly or optionally) during the year under audit and hence clause 3(x)(b) of the Order is not applicable to Company.
- (xi) (a) In our opinion and according to the information and explanations given to us there has been no fraud by the Company or any fraud in the Company that has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act, 2013 by the auditors has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- (c) As represented to us by the Management there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and hence clause 3(xii) (a), (b) and (c) of the Order are not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of the act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv) According to the information and explanations given to us and based on our examination of the records of the company, the Company has not entered into non-cash transactions with directors or person connected with them and hence requirement to report on paragraph 3(xv) of the order is not applicable to the Company.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 hence clause (xvi)(a), (b), (c) and (d) of the Order are not applicable.
- xvii) The company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 38 to the Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- Also refer to the Other Information paragraph of our main audit report which explains that the other information comprising the information included in Company's annual report is expected to be made available to us after the date of this auditor's report.
- (xx) (a) & (b) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) (a) & (b) of the Order is not applicable for the year.
- (xxi) The Company does not have any subsidiary, associate or joint venture, hence, the requirement to report on clause 3(xxi) of the order is not applicable to the company.

For R. R. Shah & Associates
Chartered Accountants
Firm's registration number: 112007W

Sd/-
(Rajesh S. Shah)
Partner
Membership No.017844
UDIN: 24017844BKFHJB3348

Place: Mumbai
Date: 28th May, 2024

Annexure - B to the Independent Auditor's Report of even date to the members of Sealmatic India Limited (Formerly known as Sealmatic India Private Limited) on the financial statements for the year ended 31st March, 2024.

Report on Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Sealmatic India Limited (Formerly known as Sealmatic India Private Limited)** ("the Company") as of 31st March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A

company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2024 based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R. R. Shah & Associates
Chartered Accountants
Firm's registration number: 112007W

Sd/-

(Rajesh S. Shah)
Partner
Membership No.017844
UDIN: 24017844BKFHJB3348

Place: Mumbai
Date: 28th May, 2024

○ Balance Sheet as at 31st March, 2024

(All amounts in rupees lakhs, unless otherwise stated)

Particular	Note No.	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share Capital	2	905.00	905.00
Reserves & Surplus	3	7,871.12	6,985.18
		8,776.12	7,890.18
NON-CURRENT LIABILITIES			
Long Term Borrowings	4	236.03	336.41
Deferred Tax Liabilities(Net)	5	27.32	5.68
Long Term Provisions	6	2.33	1.89
		265.68	343.98
CURRENT LIABILITIES			
Short Term Borrowings	7	100.40	120.08
Trade Payables	8	1,525.32	1,094.31
Other Current Liabilities	9	333.88	257.80
Short Term Provisions	10	43.51	41.05
		2,003.11	1,513.24
TOTAL		11,044.91	9,747.40
ASSETS			
NON-CURRENT ASSETS			
Property, Plant & Equipment:			
Tangible Assets	11A	2,071.80	1,489.94
Capital Work in Progress	11B	46.13	–
Intangible Assets	11C	51.40	36.60
Intangible Assets under development	11D	247.71	–
		2,417.04	1,526.54
Long Term Loans and Advances	12	262.05	32.29
Other Non Current Asset	13	278.31	54.43
		540.36	86.72
		2,957.40	1,613.26

○ Balance Sheet as at 31st March, 2024 (Contd...)

(All amounts in rupees lakhs, unless otherwise stated)

Particular	Note No.	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
CURRENT ASSETS			
Current Investment	14	-	10.57
Inventories	15	4,220.50	2,468.85
Trade Receivables	16	1,580.32	1,278.27
Cash and Cash Equivalents	17	518.28	1,165.29
Other Bank Balance	18	1,139.02	2,841.98
Short Term Loans and Advances	19	168.41	85.97
Other Current Assets	20	460.98	283.21
		8,087.51	8,134.14
TOTAL		11,044.91	9,747.40

Significant Accounting Policies and the Notes are an integral part of these financial statements.

1 to 40

As per our report of even date

For R. R. Shah & Associates
Chartered Accountants
Firm Registration No.112007W

for and on behalf of the Board of Directors

Sd/-
(Umar A.K. Balwa)
Managing Director
DIN :00142258

Sd/-
(Hanif S. Chaudhari)
Whole Time Director
DIN :02817594

Sd/-
(Rajesh S. Shah)
Partner
Membership No.017844
Place : Mumbai
Date : 28/05/2024

Sd/-
(Neha Chheda)
Company Secretary
PAN: ALHPV3879N
Place : Mumbai
Date : 28/05/2024

Sd/-
(Ratan Kandare)
Chief Financial Officer
PAN:BHZPK1982L

○ Statement of Profit & Loss for the year ended 31st March, 2024

(All amounts in rupees lakhs, unless otherwise stated)

Particular	Note No.	For the year ended 31.03.2024 (₹ in Lakhs)	For the year ended 31.03.2023 (₹ in Lakhs)
INCOME:			
Revenue from Operations	21	7,101.68	5,854.05
Other Income	22	223.31	107.42
TOTAL INCOME		7,324.99	5,961.47
EXPENDITURE:			
Cost of Materials Consumed	23	3,017.61	2,380.98
Change in Inventories	24	(392.96)	(120.32)
Employee Benefit Expenses	25	1,331.83	962.28
Finance Cost	26	33.33	23.69
Depreciation and Amortization Expenses		207.38	120.83
Other Expenses	27	1,774.06	1,113.72
TOTAL EXPENSES		5,971.25	4,481.18
Profit Before Tax		1,353.74	1,480.29
TAX EXPENSES:			
Current Tax		335.00	365.00
Deferred Tax		21.65	16.33
Short/(Excess) Provision for Income Tax of earlier year		11.60	0.85
		368.25	382.18
Profit For The Year		985.49	1,098.11
Earnings per equity share of Rs.10/- each			
(Previous year Rs.10/- each) Basic/Diluted (Rs.)	31	10.89	14.93

As per our report of even date

For R. R. Shah & Associates
Chartered Accountants
Firm Registration No.112007W

Sd/-

(Rajesh S. Shah)
Partner
Membership No. 017844

Place : Mumbai
Date : 28/05/2024

for and on behalf of the Board of Directors

Sd/-
(Umar A.K. Balwa)
Managing Director
DIN: 00142258

Sd/-
(Neha Chheda)
Company Secretary
PAN: ALHPV3879N

Place : Mumbai
Date : 28/05/2024

Sd/-
(Hanif S. Chaudhari)
Whole Time Director
DIN: 02817594

Sd/-
(Ratan Kandare)
Chief Financial Officer
PAN: BHZPK1982L

○ Cash Flow Statement for the year ended 31st March, 2024

(All amounts in rupees lakhs, unless otherwise stated)

Particular	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	1,353.74	1,480.29
Adjustments for:		
Depreciation	207.38	120.83
Loss on Sale/discarded of Fixed Asset	(0.14)	4.50
Profit on Sale of Investments	(1.90)	(10.47)
Dividend Received	(0.05)	(0.15)
Provision for diminution in value of Investments	–	1.67
Shares and Security Expenses	0.02	0.05
Interest Expense	33.33	23.69
Interest on Income Tax paid	0.60	13.19
Interest Income	(195.19)	(33.83)
Operating profit before working capital changes	1,397.79	1,599.77
Adjustments for changes in working capital		
(Increase) / Decrease in Inventories	(1,751.65)	(1,015.18)
(Increase) / Decrease in Trade Receivable	(302.05)	(387.64)
(Increase) / Decrease in Other Bank Balance	2.96	55.65
(Increase) / Decrease in Short Term Loans & Advances	(6.27)	(35.21)
(Increase) / Decrease in Long Term Loans & Advances	(30.60)	0.58
(Increase) / Decrease in Other Non Current Asset	(3.87)	(41.44)
(Increase) / Decrease in Other Current Asset	(173.78)	(83.47)
Increase / (Decrease) in Trade Payables	431.01	395.23
Increase / (Decrease) in Other Current Liabilities	90.02	120.64
Increase / (Decrease) in Short Term Provision	14.28	21.24
Increase / (Decrease) in Long Term Provision	0.43	0.58
	(1,729.52)	(969.02)
Taxes paid		
Income Tax Paid	(435.21)	(378.39)
Net Cash From Operating Activities	(766.94)	252.36
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment and Intangibles (Net of sale)	(1,310.83)	(783.75)
Proceed from Investments (net of purchase)	12.45	15.69
Unutilised fund of IPO proceeds kept in Fixed Deposit (Refer note2)	-	(3,700.00)
Unutilised fund of IPO in Fixed Deposits Redeemed during the year	2,480.00	-
Dividend	0.05	0.15
Interest Received	191.20	21.99
Net Cash from Investing Activities	1,372.87	(4,445.92)

○ Cash Flow Statement for the year ended 31st March, 2024 (Contd...)
(All amounts in rupees lakhs, unless otherwise stated)

Particular	As at 31st March, 2024 (₹ in Lakhs)	As at 31st March, 2023 (₹ in Lakhs)
C CASH FLOW FROM FINANCING ACTIVITIES		
Receipts from Issue of Share Capital (net of IPO Expenses)	–	3,785.37
Dividend Paid	(99.55)	(2.00)
Interest paid	(33.33)	(23.69)
Proceeds from Long Term Borrowings (Net of payment)	(120.06)	362.92
Net cash from Financing Activities	(252.94)	4,122.60
Net Increase / (Decrease) in Cash and Cash Equivalents	352.99	(70.96)
Cash and Cash Equivalents at the Beginning of the year	165.30	236.26
Cash and Cash Equivalents at the End of the year (Refer note.2 &3)	518.29	165.30
Net Increase / (Decrease) in Cash and Cash Equivalents	352.99	(70.96)
1 The above cash flow statement has been prepared under the Indirect Method as set out in AS-3: "Statement of Cash Flow"		
2 Utilised amount from IPO proceeds which have been kept in fixed deposits have been reduced from other bank balance and cash cash equivalents and shown under investment activity being short term investments		
3 Cash & Cash Equivalents Reconciliation:		
Cash & Cash Equivalents as per Balance Sheet	518.29	1,165.30
Less:Utilised amount from IPO Proceeds kept in Fixed Deposits	–	1,000.00
	518.29	165.30
Other Bank Balance		
As per Balance Sheet	1,139.02	2,841.98
Less:Utilised amount from IPO Proceeds kept in Fixed Deposits	1,000.00	2,700.00
	139.02	141.98
4 Figures of the financial year 2022-23 have been regrouped/reclassified wherever necessary to make them comparable with that of current period		

As per our report of even date

For R. R. Shah & Associates
Chartered Accountants
Firm Registration No.112007W

for and on behalf of the Board of Directors

Sd/-
(Umar A.K. Balwa)
Managing Director
DIN :00142258

Sd/-
(Hanif S. Chaudhari)
Whole Time Director
DIN :02817594

Sd/-
(Rajesh S. Shah)
Partner
Membership No.017844
Place : Mumbai
Date : 28/05/2024

Sd/-
(Neha Chheda)
Company Secretary
PAN: ALHPV3879N
Place : Mumbai
Date : 28/05/2024

Sd/-
(Ratan Kandare)
Chief Financial Officer
PAN:BHZPK1982L

Notes to financial statements for the year ended March 31st, 2024

CORPORATE INFORMATION

Sealmatic India Limited was originally incorporated as Seal Matic India Private Limited on 2nd December, 2009 under the Companies Act, 1956 and it is existing under the purview of the Companies Act, 2013. The name of the company was changed from Seal Matic India Private Limited to Sealmatic India Private Limited on 12th March, 2021 under the Companies Act, 2013. Subsequently, Company was converted into a public limited company and the name of Company was changed to 'Sealmatic India Limited' and a fresh certificate of incorporation consequent upon conversion to public limited company was issued by the Registrar of Companies, Mumbai, Maharashtra, on 3rd November 2022. The shares of the Company got listed on BSE Limited (BSE) on 1st March, 2023. The CIN of the Company is U26900MH2009PLC197524

The principal activity of the Company is to carry on the business of manufacturing of all kind of mechanical seals, seal supply systems, pumps, valves, motors and high precision mechanical engineering spares and assemblies for various machineries which are mainly used in Oil and Gas Industry.

1 SIGNIFICANT ACCOUNTING POLICIES

a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014 and the provisions of the Act (to the extent notified). Accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use. As per MCA Notification dated 16th February 2015, the companies whose shares are listed on SME exchange are exempted from the compulsory requirement of adoption of Ind AS. As the company is covered under exempted from the compulsory requirement of adoption of Ind AS, the company has not adopted Ind AS.

b) USE OF ESTIMATES:

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Difference between the actual results and estimates are recognized in the period in which actual the results are known or materialized.

c) METHOD OF ACCOUNTING:

The Company follows mercantile system of accounting for recognising income & expenditure on accrual basis to the extent measurable and where there is a certainty or ultimate realization in respect of incomes. Accounting policies not specifically referred to otherwise, are consistent and in consonance with the generally accepted accounting policies.

d) REVENUE RECOGNITION:

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i) Sales of goods is recognised on shipment or despatch to customers. Sales exclude amount recovered towards GST.

- ii) Export Sale is accounted on the prevailing rate of exchange (Custom rate) at the time of export.
- iii) Export benefits available under the Export Import policy of the Government of India are accounted for in the year of export, to the extent measurable.
- iv) Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable. However, where the ultimate collection of the same is uncertain, revenue recognition is postponed to the extent of uncertainty.
- v) Grants and subsidies from the government are recognised when there is reasonable assurance of the receipt thereof on the fulfillment of the applicable conditions.
- vi) All other income is accounted on accrual basis.

e) PROPERTY, PLANT AND EQUIPMENT AND DEPRECIATION:

i) Property, Plant and Equipment:

Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs, if capitalization criteria are met and directly attributable to cost of bringing the asset to its working condition for the intended use.

Where the grant or subsidy relates towards specific fixed asset, its value is deducted from gross value of the asset concerned in arriving at the carrying amount of the related asset.

Subsequent expenditure related to an item of Property, Plant and Equipment is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing property, plant and equipment including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Property, plant and equipment are derecognized from financial statements, either on disposal or when no economic benefits are expected from its / their use or disposal. Gain or losses arising from derecognition of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

ii) Depreciation :

The Company provided depreciation on Property, Plant and Equipment on Straight Line Method over the useful life of assets as prescribed under schedule II of Companies Act, 2013 or as estimated by the management, taking into account the nature of the asset on technical advice and estimated usage of the asset, past history of the replacement. The following useful lives are considered:

Asset	Estimated usefull lives
Plant and Machinery and equipments	5-15 years
Furniture and fixtures	10 years
Office equipments	5 years
Computers	3 years
Servers	6 Years
Leasehold improvements	10 Years
Vehicles	8 Years

The useful lives and residual values are reviewed by the management at each financial year-end and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the revised remaining useful life.

The Company up to 31/03/2021 provided depreciation on Property, Plant and Equipment on Written Down Value method over the useful life of assets as prescribed under schedule II of Companies Act, 2013.

Effective from financial year 2021-22, the Company has changed its policy on providing depreciation from Written Down Method to Straight Line Method.

f) INTANGIBLE ASSETS AND AMORTISATION :

- i) Intangible Assets that are acquired by the Company are stated at acquisition cost, After initial recognition, an intangible asset is carried at its cost less accumulated amortization and accumulated impairment losses, if any. intangible assets are amortised on a straight line basis over their estimated useful lives. Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss. The estimated useful life and amortisation method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. The amortisation rates used are :

Asset	Period of amortisation
Computer Software	3 years
Other Intangible	6 years

ii) Research and Development Costs:

All revenue expenditure pertains to research are charged to the profit and loss account in the year in which they are incurred and development expenditure of capital nature is capitalised and depreciated/ amortised as per the Company's policy.

Development activities involve a plan or design for the production of new or substantially improved products and process. Development expenditures are capitalised only if development expenditures costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete the development and to use or sell the asset. The expenditures capitalised include the cost of materials and other costs directly attributable to preparing the asset for its intended use. Other development expenditures are charged to the profit and loss account as incurred. Amortization of the asset begins when development is completed, and the asset is available for use. It is amortized on a straight-line basis over the period of expected future benefit i.e., the estimated useful life. Amortization is recognized in the Statement of Profit and Loss.

g) IMPAIRMENT OF ASSETS:

An Asset is treated as impaired when the carrying cost of an assets exceeds its recoverable value. An impairment loss is charged for when the asset is identified as impaired. This impairment loss recognized in prior accounting year will be reversed if there has been change in the estimate of recoverable amount.

h) INVESTMENTS

Investments, which are readily realizable and intended to be held for not more than one year from the date of on which such investments are made, are classified as current investments. Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis.

Investments other than current investments are classified as Long Term Investments and are stated at cost. Provision for diminution in value of Long term investments is made only if such a decline is other than temporary.

i) LEASES:

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the Lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of Profit and Loss on a straight line basis.

j) BORROWING COSTS

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

k) ACCOUNTING FOR GOVERNMENT GRANTS:

Grants and subsidies from the government are recognised when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy received is revenue in nature, it is recognised as income over the periods necessary to match them on a systematic basis to the cost, which it is intended to compensate or adjusted against the specific expenses.

Where the grant or subsidy relates towards specific fixed asset, its value is deducted from the gross value of the concerned asset in arriving at the carrying amount of the related asset.

l) EMPLOYEE BENEFITS:**I) Short Term Employee Benefit:**

All Employees' benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognised on an undiscounted basis and charged to the statement of profit and loss. Benefit such as salaries and wages including non-monetary benefits, bonus etc that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service.

II) Post-Employment Benefit Plans:**A) Defined Contribution plans****Provident Fund:**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company makes contribution

to statutory provident fund in accordance with the Employees Provident Fund & Miscellaneous Provisions Act, 1952. The contribution paid or payable is recognized as an expense in the period in which services are rendered by the employee.

B) Defined Benefit plans:

Gratuity:

The Company's is having gratuity plan wherein every eligible employee is entitled to the benefit equivalent to fifteen days salary drawn for each completed year of service. The same is payable on termination of service or retirement whichever is earlier. The benefit vest after five years of continuous service and is governed as per the payment of Gratuity Act, 1972. The cost of providing benefits is determined using the projected unit credit method and the Gratuity Liability is computed as per actuarial valuation. The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as reduced by the fair value of plan assets. The Company has created a Trust with respect to establishment of Funded Group Gratuity (cash accumulation) Scheme through Life Insurance Corporation of India. Contribution is made to such fund based on the actuarial valuation.

III) Other Long term employee benefits obligations:

Compensated absence liability is actuarially determined by an independent actuary using the Projected Unit Credit method at the end of year. The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilized accrued compensated absence and utilize it in future periods or receive cash compensation at termination of employment for the unutilized accrued compensated absence. The Company records an obligation for compensated absences in the period in which the employee renders the services that increase this entitlement. The Company measures the expected cost of compensated absence as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date. Accumulated compensated absences which are expected to be availed or encashed beyond 12 months from the end of the period are treated as other long term employee benefits for measurement purpose.

m) TRANSACTIONS IN FOREIGN EXCHANGE :

Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of the transactions (Custom rate). Monetary items denominated in foreign currencies and outstanding at the balance Sheet date are translated at the exchange rate ruling at the year end. Exchange differences arising on foreign currencies transactions are recognized as income or expense in the period in which they arise.

n) INVENTORIES :

Inventories are valued at lower of cost or net realizable value. Cost incurred in bringing the inventories to its present location and condition are accounted for as follows:

Raw materials:	Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.
Finished goods and Work in progress:	Cost includes cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average basis.
Stores, spares parts and loose tools	Weighted average cost

o) TAXATION :

Current tax is determined on the amount of tax payable in respect of taxable income for the year. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is recognised on timing difference, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Where there is unabsorbed depreciation or carried forward losses, deferred tax assets are recognised only if there is virtual certainty of realisation of such assets.

p) PROVISIONS AND CONTINGENT LIABILITIES :

The Company recognizes a provision when there is a present obligation (legal or constructive) as a result of a past event and It is probable that an outflow of resources embodying economics benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are disclosed when there is a possible obligations that 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 or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent assets are neither recognizes nor disclosed in the financial statements.

q) EARNINGS PER SHARE

Basic Earnings per Share is calculated by dividing the net profit for the year attributable to equity shareholders by weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted per share, the net profit for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

r) CASH AND CASH EQUIVALENTS :

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(All amounts in rupees lakhs, unless otherwise stated)

(₹ in Lakhs)

Particulars	As at 31-03-2024	As at 31-03-2023
2 SHARE CAPITAL		
AUTHORISED:		
100,00,000 Equity shares (31st March, 2023: 100,00,000) of Rs. 10/- each	1,000.00	20.00
ISSUED, SUBSCRIBED AND PAID UP SHARES:		
90,50,000 Equity shares (31st March, 2023: 90,50,000) of Rs. 10/- each fully paid up in cash	905.00	905.00
TOTAL	905.00	905.00

2.1 The reconciliation of the number of shares outstanding is set out below:

Particulars	As At 31.03.2024		As At 31.03.2023	
	No of Shares	(Rs in lakhs)	No of Shares	(Rs in lakhs)
Equity Shares at the beginning of the year	90,50,000	905.00	2,00,000	20.00
Add : Bonus shares issued & allotted during the year	–	–	70,00,000	700.00
Add : Fresh Issue of shares-IPO (refer Note No.2.5)	–	–	18,50,000	185.00
	90,50,000	905.00	90,50,000	905.00

2.2 Rights, preferences and restrictions attached to shares**Equity Shares :**

The Company has one class of equity shares having a face value of Rs.10/- per share. Each shareholder is eligible for one vote per share held. In the event of dividend proposed by the Board of Directors the same is subject to the approval of the shareholders in the ensuing Annual General Meeting except in case of Interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their respective shareholding.

- 2.3** The shareholders of the Company in Annual General Meeting (AGM) held on 28th September, 2022 inter-alia approved the increase in Authorised Share Capital of the Company from Rs. 20.00 lakhs/- to Rs.1000.00 lakhs divided into 100,00,000 equity shares of Rs.10/- each. The Company has issued Bonus shares during the last financial year in the ratio of 35 : 1 (i.e. Thirty Five bonus equity share of Rs.10/- each for every one fully paid up Equity Share of Rs.10/- each) to the shareholders by capitalizing existing securities premium amounting to Rs.94.50 lakhs and by capitalising existing surplus in profit and loss account amounting to Rs.605.50 lakhs total amount capitalised by issue of bonus shares was Rs.700.00 lakhs. Accordingly, 70,00,000 equity shares by way of bonus shares were issued and allotted on 29th September 2022.

- 2.4** Allotment of Bonus Shares during the year and during preceding five years:

The Company has allotted 70,00,000 Equity Shares as fully paid up shares by way of bonus shares during financial year 2022-23.

- 2.5** During the last financial year 2022-23, the Company, had completed the Initial Public Offering (IPO) of 24,99,600 Equity Shares of Face Value of Rs. 10 each for cash at a price of Rs.225 per Equity Share aggregating to Rs.5624.10 lakhs comprising a Fresh Issue of 18,50,000 Equity Shares aggregating to Rs. 4162.50 lakhs and on offer for sale of 6,49,600 Equity Shares aggregating to Rs.1461.60 lakhs by



the erstwhile shareholders pursuant to the IPO. The Equity Shares of the Company got listed on BSE Limited (BSE) on 1st March 2023. The selling shareholders were Mr. Rafiq H. Balwa, Mrs. Waheeda U. Balwa, Mr. Abid Ali Chaudhari, Mr. Mohammed Hanif Chaudhari and Mr. Sadique H. Chaudhari.

2.6 Details of shares held by shareholders holding more than 5% of the aggregate shares in the company:

Particulars	As At 31.03.2024		As At 31.03.2023	
	No of Shares	%	No of Shares	%
Mr. Umar A. K. Balwa	4,08,024	4.51%	4,08,024	4.51%
Mr. Hussein A. K. Balwa	6,23,988	6.89%	6,23,988	6.89%
Mr. Ismail A. K. Balwa	5,21,212	5.76%	5,21,212	5.76%
Mr. Rafiq. H. Balwa	5,33,237	5.89%	5,33,237	5.89%
Ms. Saleha Ismail Balwa	6,36,012	7.03%	6,36,012	7.03%
Mr. Abid Ali S. Chaudhari	10,26,253	11.34%	10,26,253	11.34%
Mr. Sadik Hussein Chaudhari	10,26,219	11.34%	10,26,219	11.34%
Mr. Mohamed Hanif S. Chaudhari	10,26,219	11.34%	10,26,219	11.34%

2.7 The details of utilization of IPO proceeds of Rs. 4,162.50 lakhs are as follows:

Particulars	Planned as Per Prospectus	Revised Proceeds	Utilisation upto 31.03.2023	Utilisation upto 31.03.2024	Unutilisation upto 31.03.2024
Purchase Of Plant & Machinery	1,200.00	1,200.00	81.58	521.42	597.00
Product Development	300.00	300.00	–	247.71	52.29
Marketing and Post-Sales Support	1,100.00	1,100.00	–	486.17	613.83
General Corporate Purpose	446.50	446.50	240.22	206.28	–
Provisions and Contingency	400.00	400.00	–	400.00	–
Working Capital Requirement	716.00	716.00	–	716.00	–
Net proceeds- Total	4,162.50	716.00	321.80	2,577.58	1,263.12

The Unutilised funds of Rs.1263.12 Lakhs from IPO proceed have been kept with Shedule Bank in the form of Fixed Deposit of of Rs.1220.00 Lakhs and Cash & Cash Equivalent Rs.43.12 Lakhs.

2.8 Details of Shareholdings as at 31/03/2024 by the Promoter/ Promoter Group :

Name of the Shareholders	As at 31st March, 2024		As at 31st March, 2023		% change during the year
	No of Shares	%	No of Shares	%	
Mr. Umar A.K. Balwa	4,08,024	4.51%	4,08,024	4.51%	0%
Mr. Hussein A.K. Balwa	6,23,988	6.89%	6,23,988	6.89%	0%
Mr. Ismail A. K. Balwa	5,21,212	5.76%	5,21,212	5.76%	0%
Mr. Rafiq. H. Balwa	5,33,237	5.89%	5,33,237	5.89%	0%
Mr. Abid Ali S. Chaudhari	10,26,253	11.34%	10,26,253	11.34%	0%
Mr. Sadik Hussein Chaudhari	10,26,219	11.34%	10,26,219	11.34%	0%
Mr. Mohamed Hanif S. Chaudhari	10,26,219	11.34%	10,26,219	11.34%	0%
Mrs. Waheeda U. Balwa	1,73,236	1.91%	1,73,236	1.91%	0%
Ms. Saleha Ismail Balwa	6,36,012	7.03%	6,36,012	7.03%	0%
Ms. Neha U. Balwa	2,88,000	3.18%	2,88,000	3.18%	0%
Ms. Sania U. Balwa	2,88,000	3.18%	2,88,000	3.18%	0%

2.9 Events after the reporting date:

The Board of Directors of the Company have recommended final dividend for the financial year 2023-24 @11% at Rs.1.10 per share aggregating to Rs.99.55 Lakhs on 90,50,000 equity shares of Rs.10/- each fully paid. This will be paid after approval by shareholders at the ensuing Annual General Meeting.

Particulars	(₹ in Lakhs)	
	As at 31-03-2024	As at 31-03-2023
3 RESERVES & SURPLUS		
3.1 Securities Premium Account		
Balance as at the beginning of the year	3,600.37	94.50
Less: Capitalisation towards issue of Bonus Shares during the year	–	(94.50)
Add: Issue of fresh shares at Premium during the year	–	3,977.50
Less: Company's share of expenses incurred on fresh issue of equity shares (net)	–	(377.13)
Balance as at the end of the year	3,600.37	3,600.37
3.2 Statement of Profit & Loss:		
Balance as at beginning of the year	3,384.81	2,894.20
Add: Profit for the year ended	985.49	1,098.11
	4,370.30	3,992.31
Less: Capitalisation of surplus for issue of Bonus Shares	–	(605.50)
Less: Dividend paid during the year	(99.55)	(2.00)
	4,270.75	3,384.81
TOTAL	7,871.12	6,985.18

	(Rs In Lakhs)		(Rs In Lakhs)	
	As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023

4 LONG TERM BORROWINGS**4.1 Secured Loans:**

Term Loan From Financial Institution and Bank: Small Industrial Development Bank of India (SIDBI):	Current Maturity		Non Current	
Term Loan under SPEED Scheme	4.51	17.16	–	4.51
Term Loan under PRATHAM Scheme	6.04	9.22	–	6.04
Term Loan under TWARIT Scheme	2.88	6.87	–	2.88
Term Loan under Arise Scheme -1	32.76	32.76	79.18	111.94
Term Loan under Arise Scheme -2	53.04	53.04	150.08	203.12
Canara Bank	1.17	1.03	6.77	7.92
	100.39	120.08	236.03	336.41
Less: Considered under Short Term Borrowing (Refer note No.7 of Short Term Borrowing)	100.39	120.08	–	–
TOTAL	–	–	236.03	336.41

4.2 Secured Loans:**From Small Industrial Development Bank of India (SIDBI):****a SPEED Scheme**

Term Loan sanctioned amount of Rs.100.00 Lakhs under SIDBI - loans for Purchase of Equipments for Enterprise's Development (SPEED) Scheme : Interest Rate- 9.35% p.a. Secured against composite hypothecation of all equipment, plant & machinery and other assets of Company which have been acquired under the (SPEED) Scheme. Payable in 54 monthly installment, First 53 Installments of Rs.1.85 Lakhs each (Now Reduced to Rs.1.43 Lakhs on account of receipt of Government Subsidy of Rs. 15.00 Lakhs) and last 54th installment of Rs.1.95 Lakhs beginning from January 2020.

b PRATHAM Scheme

Term Loan sanctioned amount of Rs.41.50 Lakhs under SIDBI Scheme for Priority Assistance to MSME's based on Hybrid or Alternate Security Model (PRATHAM) Scheme Interest Rate- 9.45% p.a. Secured against composite hypothecation of all equipments, plant & machinery and other assets of the Company which have been or proposed to be acquired under the PRATHAM scheme. Payable in 54 monthly installment, First 53 Installments of Rs.0.77 lakhs each and last 54th installment of Rs.0.77 lakhs beginning from June 2020.

c TWARTI Scheme

Term Loan sanction amount of Rs.27.50 Lakhs under SIDBI Scheme for EMERGENCY CREDIT LINE GUARANTEE SCHEME (ECLGS) TWARTI Scheme Interest Rate- 8.5 % p.a. Secured against composite hypothecation of all equipments, plant & machinery and other assets of the Company which have been or proposed to be acquired under the TWARTI scheme. Payable in 48 monthly installment, First 47 Installments of Rs.0.57 lakhs each and last 48th installment of Rs.0.59 lakhs beginning from August, 2020.

d ARISE Scheme-1

Term Loan sanctioned amount of Rs.161.30 Lakhs under SIDBI Scheme - ARISE Scheme. Interest Rate-6.75 % p.a. Secured against composite hypothecation of all equipments, plant & machinery and other assets of the Company which have been or proposed to be acquired under the ARISE scheme. Payable in 60 monthly installment, First 59 Installments of Rs.2.73 lakh each and last 60th installment of Rs.2.74 lakh beginning from August, 2022.

e ARISE Scheme-2

Term Loan sanctioned amount of Rs.2,65.00 lakhs under SIDBI Scheme -ARISE. Interest Rate- 8.00% p.a. Secured against composite hypothecation of all equipments, plant & machinery and other assets of the Company which have been or proposed to be acquired under the ARISE scheme as well as all movable assets charged by way of extension of hypothecation charge created by the Company in favour of SIDBI for securing their earlier term loans of Rs.100.00 lakhs, Rs.41.50 lakhs, Rs.27.50 lakhs and Rs.163.81 lakhs vide Deed of Hypothecation dated 12th July 2019, 18th November, 2019, 13th August, 2020 and 05th August, 2022. Payable in 60 monthly installment, First 59 Installments of Rs.4.42 lakhs each and last 60th installment of Rs.4.22 lakhs beginning from February, 2023.

f Canara Bank Car Loan

Term Loan Sanctioned amount Rs.9.35 lakhs against purchased of Vehicle. Rate of Interest 10% p.a.

Secured against Motor Car purchased from the said proceed. Repayable in 84 equated monthly installment beginning from November 2022.

(₹ in Lakhs)

Particulars	As at 31-03-2024	As at 31-03-2023
5 DEFERRED TAX LIABILITIES / (ASSETS) NET		
Deferred Tax Liabilities on:		
Timing Difference of Depreciation	42.38	11.53
	<u>42.38</u>	<u>11.53</u>
Deferred Tax Assets on		
Employees Benefit Expenses	15.06	5.85
	<u>15.06</u>	<u>5.85</u>
TOTAL	27.32	5.68
6 LONG TERM PROVISIONS		
Provision for Employee Benefits:		
For Leave Encashment	2.33	1.89
TOTAL	2.33	1.89
7 SHORT TERM BORROWINGS		
Secured Loan- Current Maturity (refer note no. 4)		
- Term Loan From Financial Institution- (SIDBI) :		
Term Loan under SPEED Scheme	4.51	17.16
Term Loan under PRATHAM Scheme	6.04	9.22
Term Loan under TWARIT Scheme	2.88	6.87
Term Loan under ARISE Scheme-1	32.76	32.76
Term Loan under ARISE Scheme-2	53.04	53.04
Canara Bank Car Loan	1.17	1.03
TOTAL	100.40	120.08
8 TRADE PAYABLES:		
Due to Micro, Small and Medium Enterprises	57.03	33.05
(Refer note given below)		
Interest Payable MSME	0.21	—
Other Creditors	1,468.08	1,061.26
TOTAL	1,525.32	1,094.31

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006:

a) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year:		
(i) Principal amount	57.03	33.05
(ii) Interest due	0.20	—
b) Total interest paid on all dues delayed payments during the year under the provision of the Act	—	—
c) The amount of interest due and payable for the 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 the MSMED Act, 2006	—	—
d) Interest accrued but not due	—	—



- e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act.

Total interest due but not paid.

– –

As enterprises covered under MSME have not demanded any interest, hence no provision for the same is made in the accounts.

TRADE PAYABLE AGE WISE AS ON 31.03.2024

(Rs In Lakhs)

Particulars	Less than 1 year	1-2 years	2 - 3 years	More than 3 years	Total
(i) MSME	57.03	–	–	–	57.03
(ii) Other Creditors	1,463.02	2.90	0.49	1.67	1,468.08
(iii) Disputed Dues– MSME	–	–	–	–	–
(iv) Disputed Dues–Others	–	–	–	–	–
Total	1,520.05	2.90	0.49	1.67	1,525.11

TRADE PAYABLE AGE WISE AS ON 31.03.2022

(Rs In Lakhs)

Particulars	Less than 1 year	1-2 years	2 - 3 years	More than 3 years	Total
(i) MSME	33.05	–	–	–	33.05
(ii) Other Creditors	1,050.24	7.87	0.71	2.43	1,061.26
(iii) Disputed Dues– MSME	–	–	–	–	–
(iv) Disputed Dues–Others	–	–	–	–	–
Total	1,083.29	7.87	0.71	2.43	1,094.30

(₹ in Lakhs)

Particulars	As at 31-03-2024	As at 31-03-2023
9 OTHER CURRENT LIABILITIES		
Creditors for Capital Expenditure	15.43	29.36
Statutory Liabilities	19.77	39.57
Advance from Customers	140.45	50.09
Other Payables	10.65	12.11
Outstanding Expenses	147.58	126.67
TOTAL	333.88	257.80
10 SHORT-TERM PROVISIONS		
Income Tax provisions net of taxes paid		
Income Tax Provisions	–	561.00
Less: Taxes paid	–	549.17
	–	11.83
(For FY 23-24 Tax paid is in excess of tax provision refer Note no. 19)		
Provision for Employee Benefits:		
For Gratuity Payable	21.65	15.81
For Leave Encashment	21.86	13.41
	43.51	29.22
TOTAL	43.51	41.05

11. Property, Plant and Equipment and Intangible: (All amounts in rupees lakhs, unless otherwise stated)

Sr. No.	Name of Assets	Gross Block				Depreciation				NET BLOCK		
		As on 01 Apr 2023 premises	Addition during the year	Transfer during the year*	Deduction during the year	As on 31 March, 2024	As on 1st April 2024	Provided for the year	Transfer during the year	Deduction during the year	As on 31st March 2024	As on 31st March 2023
11A	Tangible Assets:											
	1 Plant & Machinery	1,666.70	405	(8)	-	2,062.98	598.46	91.14	1.42	-	1,374.80	1,068.24
	2 Furniture & Fixtures	366.23	167.67	(50.95)	0.09	482.86	132.71	30.61	(13.29)	0.09	332.90	233.52
	3 Office Equipments	129.80	34.31	(19.25)	0.58	144.28	52.00	18.18	(3.09)	0.55	77.74	77.80
	4 Computers & Peripherals	106.52	54.20	-	-	160.73	65.56	23.49	-	-	71.68	40.97
	5 Electrical Fittings	73.72	32.68	1.11	-	107.51	23.95	7.53	0.04	-	75.99	49.77
	6 Motor Car	19.55	14.56	-	-	34.11	0.63	3.16	-	-	30.32	18.92
	7 Borewell	0.72	5.38	48.53	-	54.64	0.00	4.68	10.21	-	39.75	0.72
8 Tools & Equipment	-	56.64	28.96	-	85.59	-	9.43	7.55	-	16.98	-	
	SUB TOTAL (A)	2,363.24	770.12	-	0.67	3,132.69	873.30	188.23	0.00	0.64	1,060.90	1,489.94
	PREVIOUS YEAR	1,627.24	756.32	-	20.32	2,363.24	782.57	102.50	-	11.77	873.30	844.67
11B	Capital Work in Progress:											
	Plant & Machinery	-	46.13	-	-	46.13	-	-	-	-	46.13	-
	SUB TOTAL (B)	-	46.13	-	-	46.13	-	-	-	-	46.13	-
	PREVIOUS YEAR	-	-	-	-	-	-	-	-	-	-	-
11C	Intangible Assets:											
	1 Software	134.54	32.84	-	-	167.38	98.04	18.96	-	-	50.38	36.50
	2 Trademark	0.69	0.93	-	-	1.63	0.60	0.18	-	-	0.85	0.10
	3 QR Code	-	0.18	-	-	0.18	-	0.00	-	-	0.18	-
	SUB TOTAL (C)	135.23	33.95	-	-	169.18	98.64	19.14	-	-	117.78	36.59
	PREVIOUS YEAR	106.00	29.23	-	-	135.23	80.31	18.32	-	-	98.64	25.69
11D	Intangible Asset Underdevelopment											
	Product/Technology Underdevelopment	-	247.71	-	-	247.71	-	-	-	-	247.71	-
	SUB TOTAL (C)	-	247.71	-	-	247.71	-	-	-	-	247.71	-
	PREVIOUS YEAR	-	-	-	-	-	-	-	-	-	-	-
	GRAND TOTAL (A+B+C)	2,498.47	850.21	-	0.67	3,595.72	971.94	207.38	0.00	0.64	1,178.68	1,526.53
	PREVIOUS YEAR	1,733.24	785.55	-	20.32	2,498.47	862.88	120.83	-	11.77	971.94	870.36

* During the year Company has gone through the classification of property plant and equipment and it has been regrouped/reclassified wherever require considering the nature of assets.

Particulars	As at 31-03-2024	As at 31-03-2023
12 LONG-TERM LOANS AND ADVANCES		
Unsecured, considered good		
Advances for Capital Goods	227.00	27.84
Loan Given	5.06	-
Security Deposit	29.99	4.45
	262.05	32.29
TOTAL	262.05	32.29
13 OTHER NON CURRENT ASSETS		
Prepaid Expenses	6.21	4.89
Deposit with Original Maturity for more than 12 months :		
Fixed Deposit / Margin Money Deposit Bank of Baroda	6.84	4.28
Fixed Deposits with Canara Bank	220.00	-
Fixed Deposits with Small Industrial Development Bank of India (SIDBI)	45.26	45.26
	272.10	49.54
TOTAL	278.31	54.43
Deposits with SIDBI are lien against term loans facility availed from them.		
Deposits with Bank of Baroda are lien against bank guarantees as margin money.		
14 CURRENT INVESTMENTS		
Quoted:		
Investment in Equity Shares		
Nil (58) Allcargo Logistics Limited	-	0.25
Nil (8) Bajaj Holdings & Investment Limited	-	0.50
Nil (63) Bharti Airtel Limited	-	0.50
Nil (474) Bharat Electronics Limited	-	0.49
Nil (10) Housing Development Finance Co Limited	-	0.25
Nil (27) ICICI Bank Limited	-	0.25
Nil (924) IDBI Bank Limited	-	0.49
Nil (32l) Infosys Limited	-	0.49
Nil (1000) Irb Infrastructure Developers Limited	-	0.29
Nil (60) J K Paper Limited	-	0.25
Nil (13) Kotak Mahindra Bank Limited	-	0.25
Nil (55) Life Insurance Corp Of Ind LIC	-	0.49
Nil (931) Samvardhana Motherson Int Limited	-	0.75
Nil (69) Reliance Industries Limited	-	1.75
Nil (40) State Bank Of India	-	0.24
Nil (7) Tata Elxsi Limited	-	0.49
Nil (115) Tata Motors Limited	-	0.50
Nil (225) Tata Power Co Limited	-	0.50
Nil (820) Tata Steel Limited	-	1.00
Nil (23l) Tata Consultancy Services Limited	-	0.76
Nil (3515) TV18 Broadcast Limited	-	1.50
Nil (105) Zee Entertainment Enterprises Limited	-	0.25
	-	12.24
Less : Provision for Dimunition in Value	-	1.67
TOTAL	-	10.57

(₹ in Lakhs)

Particulars	As at 31-03-2024	As at 31-03-2023
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The aggregate market value of quoted investment in equity shares is Rs.Nil (31st March, 2023 Rs.10.58)
Figures in bracket are of financial year ended 31/3/2023

15 INVENTORIES

Raw Materials and Components (Includes stock in transit Rs.7.46 lakhs previous year Rs.nil)	3,229.07	1,896.28
Work-in-Progress	167.26	236.85
Finished Goods (Includes goods in transit Rs.Nil previous year Rs.2.11 lakhs)	730.60	268.04
Stores and Loose Tools	93.57	67.67
TOTAL	4,220.50	2,468.85

16 TRADE RECEIVABLES

Unsecured, Considered good :

Outstanding for a Period Less Than Six Months	1,420.59	1,119.71
Outstanding for a Period More Than Six Months	159.73	158.55
TOTAL	1,580.32	1,278.27

TRADE RECEIVABLE AGE WISE AS ON 31.03.2024

(₹ In Lakhs)

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed –Trade Receivable						
Unsecured– Considered Good	1,402.59	102.71	43.18	4.86	8.98	1,580.31
Disputed Trade Receivable	–	–	–	–	–	–
TOTAL	1,402.59	102.71	43.18	4.86	8.98	1,580.31

TRADE RECEIVABLE AGE WISE AS ON 31.03.2023

(Rs In Lakhs)

Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total than
Undisputed –Trade Receivable						
Unsecured– Considered Good	1,119.71	119.83	12.18	22.57	3.97	1,278.27
Disputed Trade Receivable	–	–	–	–	–	–
TOTAL	1,119.71	119.83	12.18	22.57	3.97	1,278.27

(₹ in Lakhs)

Particulars	As at 31-03-2024	As at 31-03-2023
17 CASH AND CASH EQUIVALENTS		
Cash on hand	2.84	1.88
Balance with Schedule Banks in current accounts	515.44	163.42
Deposit with Original Maturity for less than or equal 3 months:		
Fixed Deposits with Axis Bank (refer Note no.19)	–	1,000.00
TOTAL	518.28	1,165.30

Particulars	As at 31-03-2024	As at 31-03-2023
18 OTHER BANK BALANCES		
Deposit with Original Maturity for more than 3 months but Less than 12 months :		
Lien against Bank Guarantees and Loans:		
Bank of Baroda -Margin Money Deposit (BG)	2.29	2.88
Axis Bank - Margin Money Deposit (BG)	0.23	1.51
Fixed Deposits with SBI (BG)	–	7.11
Fixed Deposits with Small Industrial Development Bank of India (SIDBI)	116.51	110.48
	119.02	121.98
Other Fixed Deposits:		
Fixed Deposits with Axis Bank*	370.00	2,720.00
Fixed Deposits with Canara Bank	140.00	–
Fixed Deposits with ICICI Bank	510.00	–
	1,020.00	2,720.00
TOTAL	1,139.02	2,841.98
The Deposits with Bank of Baroda are towards margin money for the bank guarantees issued on behalf of the Company.		
Margin Money Deposits with a carrying amount of Rs.9.35 lakh (Previous year Rs.15.78 lakh) are pledged with bank towards Bank Guarantee and Performance Bond.		
* Deposit in Axis Bank include amount of Rs.350.00 lakhs (P.Y. Rs. 3700. lakh) is unutilised amount from issue of shares in IPO Deposits kept with Canara Bank and ICICI Bank Ltd are from unutilised amount from issue of shares in IPO.		
19 SHORT-TERM LOANS AND ADVANCES		
Advances Recoverable in Cash or Kind or for value to be received:		
Security Deposit	0.14	57.68
Advances to Sundry Creditors	79.99	23.80
Loan Given	1.48	–
Other Advances –Staff Loan and Advances	10.64	4.49
	92.24	85.97
Income Tax paid net of taxes provisions		
Taxes paid	411.17	–
Less: Income Tax Provisions	335.00	–
	76.17	
(For FY 22-23 Tax provision was in excess of taxes paid refer Note no. 10)		
TOTAL	168.41	85.97
20 OTHER CURRENT ASSETS		
Prepaid Expenses	55.60	17.15
Accrued Interest on Fixed Deposits	27.49	23.50
Balances with Statutory/Government Authorities	377.03	188.89
Amount receivable from Selling Shareholders (Related Parties)	–	49.18
Other Current Assets	0.86	4.49
TOTAL	460.98	283.21

		(₹ in Lakhs)	
Particulars	Year Ended 31-03-2024	Year Ended 31-03-2023	
21 REVENUE FROM OPERATIONS			
(a) Sale of Products			
Domestic	2,575.28	2,202.91	
Exports	4,269.09	3,549.15	
	6,844.36	5,752.07	
(b) Sale of Services			
Service & Recondition Charges	147.30	0.37	
Design & Drawing	3.20	0.58	
	150.50	0.95	
(c) Other Operating Income			
Sale Of Scrap	53.53	25.53	
Duty Drawback Received	16.17	11.28	
Export Incentives*	37.11	64.23	
	106.80	101.04	
TOTAL	7,101.68	5,854.05	
* Export Incentives for the year include prior year incentives income Rs. Nil Previous Year Rs. 25.04 lakhs)			
21.1 Particulars of Sale of Products			
Mechanical Seals and Spares	6,844.37	5,752.07	
21.2 Particulars of Sale of Services			
Servicing and Reconditioning Charges of Mechanical Seals	147.30	0.37	
22 OTHER INCOME			
Foreign Exchange Fluctuation Gain	18.25	54.98	
Interest on Fixed Deposit	194.86	27.09	
Other Interest Income	0.33	6.74	
Discount Income	0.76	2.35	
Dividend on Shares	0.05	0.15	
Office Expenses Recovered	5.04	5.04	
Sundry Income / Write off	1.98	0.59	
Profit on sale of Fixed Assets	0.14	–	
Profit on sale of Investment	1.90	10.48	
TOTAL	223.31	107.42	
23 COST OF MATERIALS CONSUMED			
Opening Stock	1,896.28	1,032.16	
Add: Purchases	4,342.93	3,245.10	
	6,239.21	4,277.26	
Less: Closing Stock	3,221.61	1,896.28	
TOTAL	3,017.61	2,380.98	
23.1 Particulars of Raw Materials and Components purchased			
Bar Material	1,592.35	1,427.47	
Silicon	671.00	506.59	
Rotary	124.93	295.71	
Others	1,954.65	1,015.33	
	4,342.93	3,245.10	

Particulars	Year Ended 31-03-2024	Year Ended 31-03-2023
24 CHANGE IN INVENTORIES		
Opening Stock of Work-in-progress	236.85	309.83
Less :Closing Stock of Work-in-progress	167.26	236.85
	69.59	72.98
Opening Stock of Finished Goods	265.93	74.74
Less: Closing Stock of Finished Goods	730.60	265.93
	(464.67)	(191.19)
Goods In transit (Sales) Opening	2.12	–
Goods In transit (Sales) Closing	–	2.11
	2.12	(2.11)
TOTAL	(392.96)	(120.32)
25 EMPLOYEE BENEFIT EXPENSES		
Salaries & Wages	1,132.48	765.35
Leave Salary	11.76	8.48
Directors Remuneration	27.60	41.25
Contributions to -		
(i) Provident Fund	66.43	46.01
(ii) ESIC	9.71	8.32
(iii) Gratuity Fund	10.57	24.44
Staff Welfare Expenses	73.25	64.68
Travel Insurance –Director	0.03	–
Group Health Insurance Policy	–	3.76
TOTAL	1,331.83	962.28
25.1 The Company is having defined benefit plans for gratuity. The cost of providing such defined benefits is determined by using the projected unit credit method of actuarial valuation made at the end of the year. Further the Company has created a Trust with respect to establishment of Funded Group Gratuity (cash accumulation) Scheme through Life Insurance Corporation of India. Contribution is made to such fund based on the actuarial valuation.		
25.2 As per Accounting Standard 15 “Employee benefits”, the disclosures as defined in the Accounting Standard are given below:		
Gratuity (Funded)		
I) Actuarial Assumptions		
Mortality	IALM (2012-14) Ult	IALM (2012-14) Ult
Discount Rate	7.09%	7.29%
Rate of increase in compensation	10.00%	10.00%
Rate of return (expected) on plan assets	7.09%	7.29%
Withdrawal rates	9.00%	9.00%
II) Changes in present value of obligations		
PVO at beginning of period	43.94	19.35
Interest cost	3.19	1.35
Current Service Cost	13.60	4.94
Benefits Paid	(0.50)	(0.79)
Actuarial (gain)/loss on obligation	(4.41)	19.09
PVO at end of period	55.82	43.94

(₹ in Lakhs)

Particulars	Year Ended 31-03-2024	Year Ended 31-03-2023
III) Changes in fair value of plan assets		
Fair Value of Plan Assets at beginning of period	28.13	17.17
Adjustment to Opening Fair Value of Plan Assets	0.95	0.75
Expected Return on Plan Assets	0.62	1.60
Contributions	4.74	10.00
Benefit Paid	(0.50)	(0.79)
Actuarial gain/(loss) on plan assets	0.23	(0.61)
Fair Value of Plan Assets at end of period	34.18	28.13
IV) Fair Value of Plan Assets		
Fair Value of Plan Assets at beginning of period	28.13	17.17
Adjustment to Opening Fair Value of Plan Assets	0.95	0.75
Actual Return on Plan Assets	0.62	0.99
Contributions	4.74	10.00
Benefit Paid	(0.50)	(0.79)
Fair Value of Plan Assets at end of period	34.18	28.13
Funded Status	(21.64)	(15.81)
Excess of actual over estimated return on Plan Assets	0.23	(0.61)
V) Actuarial Gain/(Loss) Recognized		
Actuarial Gain/(Loss) for the period (Obligation)	4.41	(19.09)
Actuarial Gain/(Loss) for the period (Plan Assets)	0.23	(0.61)
Total Gain/(Loss) for the period	4.64	(19.70)
Actuarial Gain/(Loss) recognized for the period	4.64	(19.70)
Unrecognized Actuarial Gain/(Loss) at end of period	-	-
VI) Amounts to be recognized in the Balance Sheet and Statement of Profit & Loss Account		
PVO at end of period	55.82	43.94
Fair Value of Plan Assets at end of period	34.18	28.13
Funded Status (21.64)	(15.81)	
Unrecognized Actuarial Gain/(Loss)	-	-
Net Asset/(Liability) recognized in the balance sheet	(21.64)	(15.81)
VII) Expense recognized in the statement of P & L A/C		
Current Service Cost	13.60	4.94
Interest cost	3.19	1.35
Expected Return on Plan Assets	(0.62)	(1.60)
Net Actuarial (Gain)/Loss recognized for the period	(4.64)	19.70
Expense recognized in the statement of P & L A/C	11.52	24.39
VIII) Movements in the Liability recognized in Balance Sheet		
Opening Net Liability	15.81	2.18
Adjustment to Opening Fair Value of Plan Assets	(0.95)	(75.01)
Expenses as above	11.52	2,438.57
Contribution paid	(4.74)	(999.77)
Closing Net Liability	21.64	15.81
IX) Experience Analysis –Liabilities		
Actuarial (Gain)/Loss due to change in bases	1.12	12.13
Experience (Gain) / Loss due to Change in Experience	(5.53)	6.97
Total	(4.41)	19.09
IX) Experience Analysis –Plan Assets		
Experience Gain / (Loss) due to change in Plan Assets	(0.23)	0.61

Particulars	Year Ended 31-03-2024	Year Ended 31-03-2023
25.3 The leave encashment liability is actuarially determined by an independent actuary using the Projected Unit Credit method for the period ended 31st March 2024 at Rs.24.18 lakhs (Previous year Rs.15.30 lakhs)		
26 FINANCE COST		
Interest Expenses :-		
Interest on Term Loans	32.41	17.58
Interest on Car Loan	0.92	0.41
Interest on OD /CC	-	0.02
Loan Processing Fees	-	5.68
TOTAL	33.33	23.69
27 OTHER EXPENSES		
27.1 Manufacturing Expenses		
Carriage Inward & Freight Expenses	40.60	30.87
Consumption of Loose Tools, Stores and Spares	225.45	158.21
Insurance Factory & Machine	2.26	1.94
Factory Maintenance	21.19	10.23
Job Work Charges	61.28	49.32
Custom Duty Paid (FOC)	3.51	0.03
Packing Material	91.84	62.50
Power & Fuel Expenses	98.40	74.86
Repair and Maintenance – Plant & Machinery	22.76	16.76
Rent –Factory Building	116.01	68.96
Rent –Machinery	1.23	0.96
Testing and Inspection Charges	28.78	17.17
Obsolete stock	7.58	-
Water Expenses	2.78	2.87
TOTAL (A)	723.67	494.69
27.2 Administrative & Other Expenses		
Bank Charges	17.73	12.10
Rates & Taxes	10.72	22.77
Printing & Stationery	33.24	21.33
Rent on Branch Office	15.24	-
Legal & Professional Charges	112.82	72.10
Quality Product Audit Fees	34.57	8.34
Auditors Remuneration	2.00	2.55
Communication Expenses	9.85	7.63
Conveyance & Travelling Expenses	164.31	78.33
Certification Charges (ISO)	4.00	-
Vehicle & Fuel Expenses	11.62	7.87
Repairs & Maintenance –Others	34.82	33.81
Software Licence & Upgradation Fees	34.20	5.50
Interest on Income Tax & TDS Delay	0.60	13.27
Security Services	14.60	4.08
CSR Expenditures–Donations	23.19	17.76
Sundry Expenses	19.21	11.76
Provision for Diminution in Value of Investments	-	1.67
Loss on Sale of Fixed Assets / Discarded	0.00	4.50
TOTAL (B)	542.72	325.38

(₹ in Lakhs)

Particulars	Year Ended 31-03-2024	Year Ended 31-03-2023
27.3 Selling & Distribution Expenses :		
Advertisement & Publicity	32.75	19.77
Commission and Brokerage	17.23	76.85
Export Expenses	184.72	131.43
Sales Promotion/ Business Promotion	46.53	26.19
Conference & Seminar Expenses	11.85	19.17
Transportation charges (Sales)	16.98	–
Late Delivery Charges	3.53	3.14
Business Marketing & Development Expenses	176.40	3.51
Postage & Courier Charges	17.68	13.59
TOTAL (C)	507.67	293.65
TOTAL (A+B+C)	1,774.06	1,113.72

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024

(All amounts in rupees lakhs, unless otherwise stated)

	Year ended 31-03-2024 (₹ in Lakhs)	Year ended 31-03-2023 (₹ in Lakhs)
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28 RELATED PARTY DISCLOSURES:

Disclosure as required by Accounting Standard 18 are given below:

28.1 Key Managerial Personnel

Mr. Umar A K Balwa	Managing Director	
Mr. Mohamed Hanif Sharif Chaudhari	Whole Time Director	
Ms. Sania U. Balwa	Director	Appointed w.e.f.13/10/2022
Mr. Deepak Ghangurde	Independent Director	Appointed w.e.f.26/12/2022
Mr. Ajoy Balkrishna	Independent Director	Appointed w.e.f.26/12/2022
CA Ratan Kandare	Chief Financial Officer	Appointed w.e.f.28/11/2022
CS Neha Chedda	Company Secretary	Appointed w.e.f.16/12/2022

28.2 Relatives of Key Managerial Personnel

Mr. Warris Hussein Haider Ali Chaudhari
 Mr. Zakir Hanif Chaudhari
 Mr. Firoz Chaudhari
 Mr. Rafiq Hussein Balwa
 Mr. Sadik Hussein Chaudhari
 Mr. Abid Sharif Chaudhari
 Mrs. Waheeda Umar Balwa
 Mr. Imran I. Balwa
 Mr. Ganesh Kandare

	Year ended 31-03-2024 (₹ in Lakhs)	Year ended 31-03-2023 (₹ in Lakhs)
28.3 Enterprises over which Key Managerial Personnel are able to exercise significant influence		
AKBG Investments (Partnership Firm)		
A.K.Balwa Charitable Trust		
Associated Hospitality & Developers Pvt Ltd.		
Associated Hospitality & Developers LLC. USA		
Associated Hospitality Pvt Ltd.		
Associated Hospitality Company (Partnership Firm)		
Autoland India Pvt. Ltd.		
Automann India Pvt. Ltd.		
Balwas Realty & Infrastructure Pvt. Ltd..		
Micropneumatic Engineering & Construction Pvt. Ltd.		
Microtact India Pvt.Ltd.		
Morrill & Greenwood Developers Pvt. Ltd.		
Morrill & Greenwood India Pvt. Ltd.		
Panetteria Food Pvt Ltd		
Pastonji Foods Pvt. Ltd.		
Resiplex (AOP)		
Resiplex Hospitality & Developers Pvt. Ltd.		
Techniplex (AOP)		
Techniplex Complex Pvt. Ltd.		
Techniplex II Complex Management Pvt. Ltd.		
Avalon Residency LLP		
28.4 Transactions with Related Parties		
i) Loan Taken by the Company :		
<u>Name of the Party</u>	<u>Nature of Transactions</u>	
Imran Ismail Balwa	Loan Repaid	- 13.19
ii) Loan Given :		
Associated Hospitality Private Limited :		
Loan Given	-	125.00
Loan Refund Received	-	125.00
iii) Directors Remuneration		
Mohamed Hanif Sharif Chaudhari	27.60	26.25
Sadik Hussein Chaudhari	-	7.50
Abid Sharif Chaudhari	-	7.50
iv) Salary, Allowances and Bonus:		
Sadik Hussein Chaudhari	18.00	8.25
Abid Sharif Chaudhari	18.00	8.25
Warrishhusain Haiderali Chaudhari	6.94	6.04
Zakirhusain Hanif Chaudhari	11.14	9.90
Firoz Hanif Chaudhari	3.94	5.77
Ratan Kandare	9.34	3.78
Neha Chedda	3.00	0.88
v) Conference & Seminar Expenses		
Associated Hospitality & Developers Private Limited	3.75	2.41
Resiplex Hospitality & Developers Private Limited	0.08	-
Associated Hospitality Private Limited	11.69	13.02

	Year ended 31-03-2024 (₹ in Lakhs)	Year ended 31-03-2023 (₹ in Lakhs)
vi) Business Promotion Exp		
Associated Hospitality & Developers Private Limited	13.77	10.31
Resiplex Hospitality & Developers Private Limited	1.90	0.24
Associated Hospitality Private Limited	11.75	3.59
vii) Staff welfare		
Associated Hospitality & Developers Private Limited	5.94	3.02
Associated Hospitality Private Limited	0.21	0.86
viii) Rent paid		
Morrill & Greenwood Developers Pvt Ltd.	61.43	55.80
ix) Sale of Goods		
Isomag India Private Limited	143.63	107.86
x) Office Expenses Reimbursed from :		
Isomag India Private Limited	5.95	5.04
xi) Reimbursement of Expenses by:		
Isomag India Private Limited	-	0.47
Reimbursement of Expenses to:		
Petrol and Fuel Expenses to :		
Umar A.K. Balwa	6.43	-
Abid Chaudhari	0.91	0.09
Hanif S. Chaudhari	0.66	0.51
Sadik H. Chaudhari	0.52	0.42
Zakir H. Chaudhari	0.33	0.16
Firoz Chaudhary	0.75	-
xii) Uniform Expenses		
Sakina H. Chaudhari	-	1.19
xiii) Commission & Borkerage		
Jasmin Chaudhari	-	2.05
xiv) Professional Fees		
Ganesh Kandare	3.60	-
xv) Donation Given		
A. K. Balwa Charitable Trust	1.39	0.51
xvi) Selling Shareholders IPO Expenses Recoverable		
Rafiq H. Balwa.	-	17.38
Waheeda U. Balwa	-	8.69
Mohammed Hanif Chaudhari	-	7.70
Abid S. Chaudhari	-	7.70
Sadiq Chaudhari	-	7.70
xvii) IPO Listing Expenses paid for service received from:		
Associated Hospitality & Developers Pvt. Ltd.	-	0.45
Associated Hospitality Pvt. Ltd.	-	10.30
Resiplex Hospitality & Developers Pvt. Ltd.	-	0.52
xviii) Sale of Investments		
Umar A.K. Balwa	-	14.14
Mohammed Hanif Chaudhari	-	12.54
xix) Interest Recevied		
Associated Hospitality Pvt. Ltd.	-	6.74
xx) Return of Rent Deposit		
Umar A.K. Balwa	-	0.45
Saleha I. Balwa	-	0.45
Salma H. Balwa	-	0.45



		Year ended 31-03-2024 (₹ in Lakhs)	Year ended 31-03-2023 (₹ in Lakhs)
xxi) Staff Training			
Associated Hospitality & Developers Private Limited		-	0.09
xxii) Outstanding Balances:			
Associated Hospitality & Developers Pvt. Ltd.	Payable	5.98	0.05
Associated Hospitality Pvt. Ltd.	Payable	-	0.06
Resiplex Hospitality & Developers Pvt Ltd	Payable	1.01	0.52
Isomag India Pvt Ltd	Receivable	44.47	54.65
Rafiq H. Balwa.	Receivable	-	17.38
Waheeda U.Balwa	Receivable	-	8.69
Mohammed Hanif Chaudhari	Receivable	-	7.70
Abid S.Chaudhari	Receivable	-	7.70
Sadiq Chaudhari	Receivable	-	7.70
Associated Hospitality Pvt. Ltd.	Receivable	0.14	-
29 LEASE RENT PAYABLE:			
In respect of Assets under operating lease, the future lease rentals are as under:-			
Within one year		132.55	89.18
Later than one year but with in five years		324.11	269.75
Later than five years		NIL	NIL
30 CONTINGENT LIABILITIES AND OTHER CAPITAL COMMITMENT:			
30.1 Contingent Liabilites:			
i) Liabilities Disputed and Not Provided for :			
Income tax Appeal		-	3.60
ii) Other Contingent Liabilities :			
Bank Guarantees issued		7.65	15.11
Government Subsidy against Machinery Loan from SIDBI		15.00	15.00
30.2 Capital Commitment		112.67	48.47
31 EARNINGS PER SHARE:			
Profit for the year (A) (Rs.in Lakhs)		985.49	1,098.11
Eq Shares outstanding as on 31st March		90,50,000	2,00,000
Weighted average number of equity shares outstanding during the year (B) *		90,50,000	73,54,167
Basic /Diluted Earning Per Share (A/B)		10.89	14.93
Face Value Per Equity Share in Rs.		10	10
* Basic and diluted earning per share for the previous year have retrospectively adjusted for the bonus element in respect of the bonus shares issue made during the previous year.			
Basic and diluted earning per share for the previous year have adjusted for the issue of shares on 1st March, 2023 during the previous year under IPO			
32 FOREIGN CURRENCY EXPENDITURE AND INCOME:		Rs. In Lakhs	Rs. In Lakhs
(i) Expenditure in Foreign Exchange:			
Foreign Travelling		11.99	13.30
Business Promotion		0.27	12.40
Business Commission		8.99	61.18
Professional Fees		18.84	23.13
CIF Value of Imports for Raw Materials		1,349.09	1,089.55
CIF Value of Imports for Capital Goods		218.99	113.35
(ii) Earning in Foreign Exchange:			
Export (FOB Basis)		4,117.52	3,448.50

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33 FOREIGN CURRENCY EXPOSURE:

Foreign currency exposures that are not hedged as at	Foreign Currency Figures in Lakhs		Indian Rupees Figures in Lakhs	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
Total Receivables:				
USD	5.80	4.07	472.11	326.79
EURO	3.85	4.12	338.45	359.58
GBP	0.06	0.08	6.43	7.94
Total Payables:				
USD	3.49	1.44	297.98	121.23
EURO	0.08	0.08	6.95	7.25
CHF	0.00	0.00	0.05	0.05
AED	0.05	–	1.22	–
GBP	0.00	0.08	0.13	7.90

34 SEGMENT REPORTING:

34.1 The Company operates in one segment i.e Mechincal Seal

34.2 Geographical Information

Segment information (Geographical) reportable under Accounting Standard 17 “Segment Reporting” is as under:

	Year ended 31-03-2023 (₹ in Lakhs)	Year ended 31-03-2022 (₹ in Lakhs)
SALE OF GOODS & SERVICES		
- Out of India	4,272.29	3,549.73
- India	2,776.11	2,228.81
TOTAL	7,048.40	5,778.54
TRADE RECEIVABLES FROM		
- Out of India	831.89	690.79
- India	748.43	587.48
TOTAL	1,580.32	1,278.27
ADVANCE FROM CUSTOMERS FROM		
- Out of India	123.05	50.07
- India	17.40	0.02
TOTAL	140.45	50.09

35 EXPENDITURE ON RESEARCH & DEVELOPMENT:

Capital Expenditure incurred during the year (Included in Property, Plant and Equipment) :

Plant & Machinery	4.17	19.40
Electrical Fittings	–	0.07
Furniture & Fittings	–	0.31
Office Equipments	–	0.03
	4.17	19.80

Revenue Expenditure:

The company does not account revenue expenditure incurred on Research & Development activities under separate head but record under respective head of expenses.

Capital Expenditure:

The Company accounts capital expenditure incurred on research and development unit from the financial year 2021-22 i.e. from the financial year in which approval has been granted by DSIR


Project/technology under development:

During the year Company has started development of mechanical seals conforming to API682 standards, Boiler Feed Applications (500 MW & above) Refinery applications which involve double seals for high temperature and high speed mechanical seals. This innovative new seals will benefit in Oil and refinery, power plant and other industries.

Development activities involve internally generated a plan or design for the production of new or substantially improved products and process. Development expenditures are capitalised considering, costs can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete the development and to use or sell the asset. As the project is under development, the expenditure incurred on the said project are shown under Intangible under development.

36 In the opinion of the Board, the Current Assets, Loans and Advances have a value on realisable in the ordinary course of business at least equal to the amount at which they are stated and all known liabilities provided for.

37 Expenditure incurred on Corporate Social Responsibility (CSR) activities:

Gross amount required to be spent during the financial year is Rs.23.15 Lakhs (31st March 2023 Rs.17.76 Lakhs) Amount Spent upto 30/09/2023 is Rs.8.27 Lakhs & Rs.14.88 Lakhs was spent before 31-03-2024.

38 RATIOS:

Ratios	Numerator	Denominator	As on 31-Mar-24	As on 31-Mar-23	Variation with preceding year	Comments if variation in above 25%
Current Ratio	Current Assets	Current Liabilities	4.04	5.38	-24.89%	
Debt-Equity Ratio	Total Debt	Shareholder's Equity	0.04	0.06	-35.34%	Refer note (a)
Debt Service Coverage	Earnings available for debt service	Debt service	16.79	16.42	2.22%	
Return on Equity Ratio	Net profit after tax	Average shareholder's equity	0.11	0.14	-21.26%	
Inventory Turnover Ratio (Times)	Sales	Average inventory	2.12	2.98	-28.86%	Refer note (b)
Trade Receivables Turnover Ratio (Times)	Net credit sales	Average accounts receivables	4.97	5.40	-7.96%	
Trade Payable Turnover Ratio (Times)	Net credit purchases	Average accounts payables	3.32	3.62	-8.38%	
Net Capital Turnover ratio (Times)	Net Sales (Revenue from Operations)	Working capital	1.12	1.33	-15.95%	
Net profit ratio	Net profit	Net sales	0.14	0.19	-26.02%	Refer note (c)
Return on capital employed	Earnings before Interest and taxes	Capital employed	0.15	0.18	-16.01%	
Return on Investments	Return on Investment	Average Investments	0.37	0.76	-51%	Refer note (d)

Note:

- a With the reduction in total debt during the year and increase in shareholders' equity on account of profit during the year, the ratio has decreased compared to previous year
- b The inventories of the Company increase due to sales order on hand and due to purchases of large inventories in estimation of projected order resulting into decrease in inventory turnover ratio.
- c During the year the company has incurred marketing and business development expenses and wages in order to expand the business resulting into decrease in net profit ratio.
- d During the year the Company has sold all its investments in shares on which capital gain is not much high due to market conditions. Therefore return on investment decreases as compared to previous year.

39 OTHER STATUTORY INFORMATION:

(i) **Loans or Advances in the nature of Loans to promoter, directors, KMPs and the related parties**

The Company had not granted loans or advances in the nature of loans to promoters, directors, KMPs and other related parties.

(ii) **Details of Benami Property held**

The Company does not have any Benami property, as such no proceeding under the Benami Transactions (Prohibition) Act, 1988 and the Rules made thereunder has been initiated or pending against the Company for holding any Benami property.

(iii) **Borrowings from banks or financial institutions on the security of current assets**

The Company has availed Cash Credit - under CGTMSE working capital facility from Axis Bank Ltd. against the security of current assets. However the company has not availed the facility and the said facility was closed on 27/09/2023. The Company is not required to file the periodical statement.

(iv) **Wilful Defaulter**

The Company has not been declared as Wilful Defaulter by any bank or financial institution or other lender.

(v) **Relationship with Struck off Companies**

There were no transactions with the companies struck off under Sec. 248 of the Companies Act, 2013 or Sec. 560 of the Companies Act, 1956 during the year as such there is nothing to disclose.

(vi) **Registration or satisfaction of charges with Registrar of Companies**

The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the stipulated period.

(vii) **Utilisation of Borrowed funds and share premium:**

(A) 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:

- i) 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



- ii) provided any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(B) 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:

- i) 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
- ii) provided any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(viii) Crypto Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

(ix) Undisclosed Income

The Company does not have any transaction which is not recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

(x) Ageing of Capital Work in Progress and Intangible Assets

Ageing of Capital Work in Progress	As at March 31, 2024				
	Up to 1 year	1–2 years	2–3 years	More than 3	Total
Projects in progress	46.13	–	–	–	46.13
Projects temporarily suspended	–	–	–	–	–
As at March 31, 2024	46.13	–	–	–	46.13
Ageing of Intangible Assets	As at March 31, 2024				
	Up to 1 year	1–2 years	2–3 years	More than 3	Total
(Development Cost)					
Projects in progress	247.71	–	–	–	247.71
Projects temporarily suspended	–	–	–	–	–
As at March 31, 2024	247.71	–	–	–	247.71

40 Figures of the financial year have been regrouped/reclassified wherever necessary to make them comparable with that of the year.

As per our report of even date

For R. R. Shah & Associates
Chartered Accountants
Firm Registration No.112007W

Sd/-

(Rajesh S. Shah)
Partner
Membership No.017844

Place : Mumbai
Date : 28/05/2024

for and on behalf of the Board of Directors

Sd/-
(Umar A.K. Balwa)
Managing Director
DIN :00142258

Sd/-
(Neha Chheda)
Company Secretary
PAN: ALHPV3879N

Place : Mumbai
Date : 28/05/2024

Sd/-
(Hanif S. Chaudhari)
Whole Time Director
DIN :02817594

Sd/-
(Ratan Kandare)
Chief Financial Officer
PAN:BHZPK1982L



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