

# LATTEYS INDUSTRIES LIMITED

CIN : L29120GJ2013PLC074281

(Manufacturer & Exporter of Solar Pumps)



## 10<sup>TH</sup> ANNUAL REPORT

2022-23



## **ABOUT LATTEYS INDUSTRIES LIMITED**

As India's leading manufacturer of energy efficient submersible pumps, we are well-known in our industry. We create our products for a number of sectors which includes agricultural, industrial, domestic and horticultural.

Our Company is in the business of providing of pumping solutions for Domestic, agriculture, horticulture & Industrial sectors. Pumps includes Submersible, Self-Priming, Centrifugal Mono block, Shallow-well and Horizontal Open well Submersible Pump, since 2004.

Company manufactures more than 1200 models of pumps in its portfolio. These pumps are manufactured and marketed all over the India and abroad. We are pioneer in manufacturing of Submersible pumps.

The company started its manufacturing in year 2004 in Chhatraal, Gujarat and moved to a strategic location of GIDC Naroda, Gujarat with an area of 5,718 sq. meters in year 2011. The company currently has an installed production capacity of approximate 1,20,000 pumps per annum. The manufacturing facilities are equipped with requisite machineries, measuring instruments and testing equipments to keep up a constant check on quality of products more.

The company is an ISO 9001:2015 certified company for certifying the quality system of our company.



PUMPS | MOTORS



Miles to go...

LATTEYS INDUSTRIES LIMITED Provides you High Quality, Reliable & Cost Effective Water Pumps for your HOUSES, INDUSTRIES, AGRICULTURE & FARMS.



AGRICULTURE



DOMESTIC



INDUSTRIAL



SOLAR



Create Energy by Saving Energy

- » UPLIFTING VALUES for our Customers...
- » REACH OUT to our valuable Customers across needs...
- » SECURING GROWTH & PROSPERITY with our people.

HI-FLOW & ENERGY EFFICIENT

100% COST RECOVERY IN JUST 30 MONTHS

EASY TO MAINTAIN

LOW POWER CONSUMPTION

HIGH DISCHARGE & SUCTION



**LATTEYS INDUSTRIES LIMITED**

Plot No. 16, Phase 1/2, GDIC Estate, Naroda, Ahmedabad-382330, Gujarat  
[www.latteysindustries.com](http://www.latteysindustries.com) | [info@latteysindustries.com](mailto:info@latteysindustries.com)

OFFICES: AHMEDABAD | BHUBANESHWAR | COCHIN | DELHI | JAIPUR | KANPUR  
 KOLKATA | PATNA | PUNE | RANCHI | INDORE | SECUNDERABAD



PUMPS | MOTORS



# Watering India to Flow

## V3,V4 SUBMERSIBLE MOTOR PUMPS



HEAD RANGE: 5 MTR - 462 MTR  
DISCHARGE: 15 LPM - 600 LPM  
HORSE POWER: 0.5 HP - 10 HP

## V5~V9 SUBMERSIBLE MOTOR PUMPS



HEAD RANGE: 5 MTR - 500 MTR  
DISCHARGE: 15 LPM - 3400 LPM  
HORSE POWER: 3.0 HP - 150 HP

## V4,V6,V8 STAINLESS STEEL SUBMERSIBLE PUMPS



HEAD RANGE: 4 MTR - 425 MTR  
DISCHARGE: 10 LPM - 4000 LPM  
HORSE POWER: 0.5 HP - 100 HP

## VERTICAL OPENWELL PUMPS



HEAD RANGE: 5 MTR - 157 MTR  
DISCHARGE: 125 LPM - 2550 LPM  
HORSE POWER: 3.0 HP - 20 HP

## HORIZONTAL OPENWELL PUMPS (OLMPS)



HEAD RANGE: 06 MTR - 100 MTR  
DISCHARGE: 100 LPM - 2200 LPM  
HORSE POWER: 3.0 HP - 20 HP

## CENTRIFUGAL MONOBLOCK PUMP "B" CLASS INSULATION



HEAD RANGE: 5 MTR - 40 MTR  
DISCHARGE: 2000 LPH - 78000 LPH  
HORSE POWER: 0.5 HP - 5.0 HP

## CENTRIFUGAL MONOBLOCK PUMP "A" CLASS INSULATION



HEAD RANGE: 6 MTR - 100 MTR  
DISCHARGE: 200 LPM - 1850 LPM  
HORSE POWER: 3.0 HP - 20 HP

## SHALLOW WELL JET PUMPS



HEAD RANGE: 3 MTR - 50 MTR  
DISCHARGE: 200 LPH - 5000 LPH  
HORSE POWER: 0.5 HP - 1.5 HP

## MONOBLOCK PUMPS



HEAD RANGE: 03 MTR - 70 MTR  
DISCHARGE: 50 LPH - 5000 LPH  
HORSE POWER: 1. HP - 1.5 HP

## MINI MONOBLOCK PUMPS



HEAD RANGE: 03 MTR - 50 MTR  
DISCHARGE: 30 LPH - 4000 LPH  
HORSE POWER: 0.5 HP - 1.0 HP

## INDUCTION MOTORS



POWER: 0.5HP - 20HP  
SPEED: 2800, 1440, 960 RPM  
PHASE: SINGLE, THREE

## OPEN WELL PUMPS



HEAD RANGE: 3 MTR - 50 MTR  
DISCHARGE: 2100 LPH - 30000 LPH  
HORSE POWER: 0.5 HP - 2.0 HP

## PRESSURE BOOSTER PUMPS



PRESSURE: 1.5KG/CM<sup>2</sup>~4.5KG/CM<sup>2</sup>  
CAPACITY: 3200 LPH - 6000 LPH  
HORSE POWER: 0.5 HP - 1.0 HP

## SOLAR PUMSETS



SOLAR: 5MTR~150MTR  
DISCHARGE: 15lpm - 1500lpm  
HORSE POWER: 0.5HP - 10HP

## CONTROL PANEL



ANALOGUE & DIGITAL PANEL  
PHASE: SINGLE, THREE  
HORSE POWER: 0.5HP - 20HP



HI-FLOW & ENERGY EFFICIENT | 100% COST RECOVERY IN JUST 30 MONTHS  
EASY TO MAINTAIN | LOW POWER CONSUMPTION | HIGH DISCHARGE & SUCTION

TOLL-FREE No.: 1800 313 0208







# **CORPORATE INFORMATION**

## **Board of Directors**

**Kapoor Chand Garg (DIN No. 0434621)**

Managing Director

**Ashish Kumar Gupta (DIN No. 01472111)**

Independent Director

**Pawan Garg (DIN No. 0434836)**

Whole Time Director

**Sachin Gupta (DIN No: 03637291)**

Independent Director

**Saroj Garg (DIN No03564480)**

Non-Executive Director

**Piyush Poddar (DIN No. 09268033)**

Independent Director

## **Key Managerial Personnel :**

**Sonika Jain**

Company Secretary & Compliance Officer

**Mr. Sumit Goel**

Chief Financial Officer

## **COMMITTEES**

- **AUDIT COMMITTEE**

**Mr. Ashish Kumar Gupta**

(Chairman & Independent Director)

**Mrs. Saroj Garg**

(Member & Non-Executive Director)

**Mr. Sachin Gupta**

(Member & Independent Director)

- **NOMINATION & REMUNERATION COMMITTEE**

**Mr. Ashish Kumar Gupta**

(Chairman & Independent Director)

**Mrs. Saroj Garg**

(Member & Non-Executive Director)

**Mr. Sachin Gupta**

(Member & Independent Director)

- **STAKEHOLDER RELATIONSHIP COMMITTEE**

**Mr. Ashish Kumar Gupta**

(Chairman & Independent Director)

**Mrs. Saroj Garg**

(Member & Non-Executive Director)

**Mr. Sachin Gupta**

(Member & Independent Director)



## **STATUTORY AUDITOR**

**M/s K.N.Gutgutia & Company** Chartered Accountants  
Delhi

## **INTERNAL AUDITOR**

M/s Bansal Harish & Company  
Chartered Accountants  
Delhi

## **REGISTRAR & SHARE TRANSFER AGENT**

**Accurate Securities & Registry Private Limited**  
203, Shangrila Arcade, Above Samsung  
Showroom, Nr. Shyamal Cross Road  
Satellite, Ahmedabad – 380015 Tel. 079-4800319

## **BANKERS**

**HDFC BANK LTD**  
Naroda, GIDC, Ahmedabad

**ICICI BANK LTD**  
Drive in Road, Ahmedabad

## **REGISTERED OFFICE & FACTORY ADDRESS**

Plot No. 16, Phase 1/2 GIDC Estate,  
Naroda GIDC,  
Ahmedabad-382330, Gujarat, India  
Tel No.: 079-22822894/22823354  
Email: [info@latteysindustries.com](mailto:info@latteysindustries.com)  
web: [www.latteysindustries.com](http://www.latteysindustries.com)

## **BRANCH OFFICES OF THE COMPANY**

### **DELHI : LATTEYS INDUSTRIES LIMITED**

T- 104,, Shivaji Nagar, Narela, North West Delhi, Delhi, 110040

### **INDORE : LATTEYS INDUSTRIES LIMITED**

41, Nasia Road, Opp, Gujrati College, Indore, Madhya Pradesh, 452001

### **RANCHI : LATTEYS INDUSTRIES LIMITED**

Plot No 420 Sub Plot No 420/N, Khata No.171, Lalgutwa, Itki Road, Ranchi, Ranchi, Jharkhand, 834005

### **PATNA : LATTEYS INDUSTRIES LIMITED**

Behind Patliputra School, H/O-Deepak Kumar, Jagjivan Lane, Jagat Narayan Road, Kadam Kuan Circle,Patna

### **PUNE : LATTEYS INDUSTRIES LIMITED**

Gt No-118/4/1, Uruli Phata Back To Police Chowky Urlidevachi, Pune, Pune, Maharashtra, 412308

### **KANPUR : LATTEYS INDUSTRIES LIMITED**

124/629, S-Block, Vinoba Nagar, Kanpur Nagar, Kanpur Nagar, Uttar Pradesh, 208014

## BRIEF PROFILE OF BOARD OF DIRECTORS



Kapoor Chand Garg, is a visionary, self made industrialist and leader with a strong business acumen and knowledge in development of products and management. More than 3 decades of experience and business development activities exploring and expanding new business opportunity across the world.

Pawan Garg, with more than 24 years of experience in the Pump Industry such as self priming motor, submersible pumps etc. An extensive business travels across the world helped him to adopt latest and best practices in business to develop a competitive edge.



Saroj Garg, Determined professional with rich experience in innovative approach in accounts, and industrial relations ensuring administration and legal compliances.



## MANAGING DIRECTOR'S MESSAGE

**Dear Shareholders,**

It brings me immense pleasure to put forth the 10th Annual Report of your Company, **Latteys Industries Limited**, for the financial year 2022-23.

We have confident that the progress we made during FY 2022-23 put us on the right path to improve the execution of our strategy and drive sustainable profitable growth over the long term. Although the world is facing tough times ahead, your Company is well-positioned to rise.

During the preceding year, the global economy witnessed a widespread slowdown along with high inflation. The war in Eastern Europe and increasing interest rates dampened the outlook for people and businesses at large.

Recessionary trends began to emerge in many economies. Nevertheless, the Indian economy continued to show robust growth buoyed by high investment activity and private consumption. The favourable environment supported top-line growth of your Company in domestic markets during the first quarter of the year. However, a steep rise in raw material costs coupled with a continuing shortage in containers affected our margins.

All these setbacks to revenue growth were substantially overcome from the second quarter onward. Our overall performance by the end of the year was satisfactory despite of external challenges.

While we have always known that each business stands uniquely apart in its thinking, objectives and resources, we believe that timing is an opportunity to run them independently. The year gone by is proof of our long term innovative approach of doing business whether from the point of view strategy, operations or sustainability and various business verticals allows the company to maintain a space and remain competitive in today's ever challenging market place. After considerable thoughts, our sustainable way to move to the next level on product differentiation that will continue to be our backbone to develop market and stay true to **Latteys's** core purpose "to serve the world with a better lifestyle" by delivering best quality products of Pumps and consistently improve quality and standards for betterment of our customers.

Committed to delivering on our promises, we strive to uphold the trust and honour bestowed upon us, as we continue to move closer to this purpose. By remaining dedicated to our core values, we aim to exceed expectations and make a positive impact on the lives of our stakeholders.

I would like to acknowledge the hard work, dedication of our talented employees for their passion and dedication with which they continue to contribute to the culture of excellence. I thank you all for your continued support in our growth. Further I also thank you to our investors, for your patience and showing confidence and trust in our management capabilities and guidance thus far and looking forward to the future with optimism and innovation.

I am also happy to inform you that Company has done successful Migration of its equity Shares from SME Emerge Platform to NSE Main Board of the Company. During the year Company has issued Bonus Shares to its Shareholders.

Company also has opened a Subsidiary Company of your Company with the object of manufacturing of Electric Vehicle Charging Stations, Electric Garbage Vans and LED Lights etc

As we move forward with your support into next year, may you and your family stay safe and healthy.

Warm Regards,

Sd/-  
Kapoor Chand Garg,  
Chairman & Managing Director

DIN No. 00434621



## **NOTICE OF 10<sup>TH</sup> ANNUAL GENERAL MEETING**

NOTICE is hereby given that 10<sup>th</sup> Annual General Meeting of the members of M/s. LATTEYS INDUSTRIES LIMITED will be held at registered office of the Company on Saturday 30<sup>th</sup> Day of September, 2023 at 11:00 A.M. through video conference (vc)/ other audio visual means (OAVM) to transact the following business:

### **ORDINARY BUSINESS:**

#### **Item No. 1. To receive, consider and adopt the Audited Financial Statement of the company for the financial year ended on March 31, 2023 together with the Report of Board of Directors and Report of Auditors thereon**

To consider and if though fit, to pass, with or without modification the following resolution as an **Ordinary Resolution:**

To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended on 31st March 2023, including Audited Balance Sheet as at 31st March 2023, the statement of Profit and Loss Account and the cash flow statement for the year ended on 31st March, 2023 along with the reports of Auditors and Directors thereon.

#### **2. To appoint Mr. Kapoor Chand Garg (DIN : 00434621) who retires by rotation and being eligible offer himself for re-appointment**

To appoint a Director in place of Mr. Kapoor Chand Garg (DIN: 00434621), who, retires by rotation and being eligible offers, himself for re-appointment and in this regard, pass the following resolution as an Ordinary Resolution

**“Resolved that** pursuant to the provisions of Section 152(6) and other applicable provisions, if any, of the Companies Act, 2013 and in terms of Regulation 17 (1A) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mr. Kapoor Chand Garg (DIN: 00434621), who retires by rotation and being eligible, offered himself for re-appointment, be and is hereby re-appointed as the Director of the Company.”

**SPECIAL BUSINESS:**

**ITEM : 3 : TO APPROVE SECURED/UNSECURED LOAN WITH AN OPTION TO CONVERT INTO EQUITY SHARES:**

To consider and if thought fit, to pass, with or without modification(s) the following resolution as Special Resolution:

“RESOLVED THAT pursuant to Section 62(3) and other applicable provisions, if any, of the Companies Act, 2013 and Rules made thereunder and in accordance with the Memorandum and Articles of Association of the Company, the Securities and Exchange Board of India(Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘Listing Regulations’), the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 as amended and the applicable laws, rules, regulations, notifications guidelines issued by various authorities including but not limited to the Government of India, SEBI, Reserve Bank of India(“RBI”) and other competent authorities and subject to all such approval(s), consent(s), permission(s), sanction(s), if any, of appropriate statutory, governmental and other authorities and departments in this regard and subject to such condition(s) and modification(s) as may be prescribed or imposed, while granting such approval(s), consent(s), permission(s) or sanction(s), the consent of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the “Board”, which term shall be deemed to include any committee(s) constituted/to be constituted by the Board to exercise its powers including powers conferred by this resolution), to convert in whole or in part, the loan given on or after the date of this resolution, by the various types of lenders to the Company up to the amount of INR 75,00,00,000/- (Seventy Five Crore Only) in respect of such loan, at the option of the Lenders, convertible into fully paid-up Equity Shares of the Company, on such terms and conditions as may be stipulated in the Loan agreement providing inter-alia and the provision of such conversion as hereinbefore mentioned and subject to applicable laws.

Name of the Lenders are as below mentioned which loan will be converted into equity as and when such required subject to the approval of shareholders.

S.N	Name of the Lender	Amount	Shareholding in Company
1	Aaron Multifarious Pvt Ltd	5 Cr	Nil
2	Dipsar Fintrade Pvt LTd	15 Cr	Nil
3	Mahevarsh Fincon Pvt Ltd	10 Cr	Nil
4	SP and NISHA Pvt LTd	15 Cr	Nil
5	YEPPEO Gold Pvt Ltd	15 Cr	Nil
6	CPPANDEY ENTERPRISES Ltd	15 Cr	Nil

**RESOLVED FURTHER THAT** the loan as hereinbefore mentioned would be converted into fully paid Equity Shares of the Company in accordance with the following conditions:

- (i). the lender (or their agents or trustees) shall give notice in writing to the Company (hereinafter referred to as the “Notice of Conversion”) of the exercise of their Conversion rights i.e. right to convert their loan into fully paid Equity Shares of the Company;
- (ii). the conversion right reserved as aforesaid may be exercised by the Lenders in the event of the default/inability of the Company to repay, as stipulated in the Loan Agreement;
- (iii). on receipt of the Notice of Conversion, the Company shall, subject to the provisions of the Loan Agreement, allot and issue the requisite number of fully paid-up equity shares to the Lenders after due compliance of all applicable provisions of the Companies Act, 2013 and other applicable laws;

(iv). the Lender/s may accept the same in satisfaction of the part of the loans so converted and the loan shall stand correspondingly reduced;

(v). the equity shares so allotted and issued to the Lender/s shall carry, from the date of conversion, the right to receive proportionately the dividends and other distributions declared or to be declared in respect of the equity capital of the Company. Save as aforesaid, the said shares shall rank pari-passu with the existing equity shares of the Company in all respects;

(vi). The loans shall be converted into equity shares at a price will be decided at the time of conversion, subject to the compliance of applicable provisions of the Companies Act, 2013.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to finalise the terms and conditions for raising the loan, from time to time, with an option to convert them into equity shares of the Company at any time till the loan is repaid, on the terms specified in the Loan Agreement, including upon happening of an event of default by the Company in terms of the Loan Agreement.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to issue, offer and allot from time to time to the Lenders such number of equity shares for conversion of the outstanding portion of the loans as may be desired by the Lenders as well as to dematerialize the shares of the Company.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to accept such modifications and to accept such terms and conditions as may be imposed or required by the Lender/s arising from or incidental to the aforesaid terms providing for such option.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board, be and is hereby authorised to do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary, proper or desirable without being required to seek any further consent or approval of the members or otherwise in this regard and intent that they shall be deemed to have given their approval expressly by the authority of this resolution.

**RESOLVED FURTHER THAT** Mrs. Sonika Jain Company Secretary of the Company be and is hereby jointly or severally authorized to delegate all or any of the powers herein conferred by this resolution on it, to any committee of Directors or any person or persons, as it may in its absolute discretion deem fit in order to give effect to this resolution.”

Registered Office:  
PLOT NO. 16, PHASE-1/2,  
GIDC ESTATE,  
NARODA,  
AHMEDABAD – 382330,  
GUJARAT, INDIA

Date: 02.09.2023  
Place: AHMEDABAD

**By order of the Board  
FOR LATTEYS INDUSTRIES LIMITED**

Sd/-  
SONIKA JAIN  
Company Secretary  
(M : A60579)

## **NOTES:**

1. The relative Explanatory statement pursuant to section 102 of the Companies Act, 2013 (“Act”) setting our material facts concerning the business under item 4 to 6 of the Notice, is annexed hereto. The relevant details, pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement ) Regulation, 2015 (“SEBI Listing Regulation“) and Secretarial Standards on General Meeting issued by the Institute of Company secretaries of India, in respect of Director seeking appointment/ re-appointment at this Annual General Meeting (“AGM”) are also annexed. Also, additional information as per sub para (B) of section II of para II of schedule V of the companies act, 2013 is annexed.
2. In view of the continuing COVID-19 pandemic, the Companies are permitted to conduct the Annual General Meeting through video conferencing (VC) or Audio Visual means without the physical presence of the member at a common venue, for the calendar year 2022, by the Ministry of Corporate Affairs vide its circular no. 02/2022 dated May 05, 2022 Circular No. 20/2020 dated May 5, 2020, Circular No. 2/2021 dated January 13, 2021, Circular No. 19/2021 dated December 8, 2021 and Circular No. 21/2021 dated December 14, 2021 and Securities and Exchange Board of India (SEBI) vide its circular nos. SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022, SEBI/HO/CFD/CMD1/CIR /P/2020/79 dated May 12, 2020 and SEBI/HO/CFD/CMD2 /CIR/ P/2021/11 dated January 15,2021. Pursuant to the above circulars, 10<sup>th</sup> AGM of the Company shall be conducted through VC/OAVM and hence, the facility for appointment of proxy by the members is not available for this AGM and the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. Pursuant to the above circulars, Annual Report for the Financial Year 2022-23 and Notice of 10th AGM are sent only through electronic mode to all the Members of the Company. Physical copy of Annual Report and Notice calling 10th AGM will be sent to those shareholders, who have requested for the same.
3. Pursuant to the provisions of the act, a member entitled to attend and vote at the Annual General Meeting 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. Since this AGM is being held pursuant to the MCA circulars through VC/OAVM, the requirement of physical attendance of members has been dispensed with. Accordingly, in terms of the MCA circulars and the SEBI circular, the facility for appointment of proxies by the members will not be available for this AGM and hence the proxy form, attendance slip and route map of the AGM venue are not annexed to this notice.
4. For convenience of Members and proper conduct of AGM, the Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The instructions for participation by members are given in the subsequent paragraphs. Participation in AGM through VC shall be allowed on a first-come-first-served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Corporate members intending to send their authorized representative to attend the meeting are requested to send a certified copy of Board Resolution authorized their behalf at the meeting.
7. In line with the aforesaid MCA Circular and SEBI Circulars, the Notice of the AGM along with Annual Report for the FY 2022-2023 is being sent only through electronic mode to those member whose E-mail address are registered with the Company/ depositories. The Notice convening the 10<sup>th</sup> AGM has been uploaded on the website of the company at [www.latteysindustries.com](http://www.latteysindustries.com).

8. Members joining the AGM through VC shall be permitted to exercise their right to vote using the e-voting facility at the AGM, provided they have not cast their votes using remote e-voting facility. The members who have already cast their votes prior to AGM using the remote e-voting facility may also join the AGM through VC, but shall not be entitled to cast their votes again at the AGM
9. As per the provisions of Section 72 the Act, the facility for making nomination is available to the Members in respect of the shares held by them. Nomination forms can be obtained from the Company's RTA by Members holding shares in physical form. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to cancel the earlier nomination and record a fresh nomination, he may submit the same in Form SH-14. Members holding shares in electronic form may obtain Nomination forms from their respective DPs.
10. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs and SEBI the Company is providing facility of remote voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of AGM will be provided by the NSDL.
11. In line with MCA Circulars and SEBI Circulars, the Annual Report for the financial year 2022-23 along with Notice of 10th AGM of the Company inter-alia indicating the process and manner of e-voting are being sent only by electronic mode to those members whose email IDs are registered with the Company/Depository Participant(s) for communication. Members may note that the aforesaid documents may also be downloaded from the Company's website [www.latteysindustries.com](http://www.latteysindustries.com) and the website of National Stock Exchange of India Limited. In line with MCA Circulars, the Company has enabled a process for the limited purpose of receiving the AGM Notice and Annual Report (including remote e-voting instructions) electronically.
12. The Register of Directors and Key Managerial Personnel and their shareholding, and the Register of Contracts or Arrangements in which the directors are interested, maintained as per the Companies Act, 2013 will be available for electronic inspection by the members during the AGM. All the documents referred to in the Notice will also be available for electronic inspection by the members without any fee from the date of circulation of this notice up to the date of AGM i.e., September 30, 2023. Members seeking to inspect such documents may send an email to [cs@latteysindustries.com](mailto:cs@latteysindustries.com).
13. The Register of Members and the Share Transfer books of the Company will remain closed from **Wednesday 27<sup>th</sup> Day of September 2023 to Friday, 29<sup>th</sup> Day of September 2023 (both days inclusive)** for Annual General Meeting.
14. Brief resume of the Director proposed to be appointed / re-appointed at this AGM, nature of their expertise in specific functional areas, names of companies in which they hold directorship and membership / chairmanships of Board Committees, shareholding and relationship between directors inter-se as stipulated under Regulation 36 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other requisite information as per Clause 1.2.5 of Secretarial Standard-2 on General Meetings, are provided in Annexure 1.
15. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.
16. Members' voting rights shall be in proportion to his/her share of paid up equity shares capital of the Company.

17. In case of joint holders attending the meeting, only such holder who is higher in the order of names will be entitled to vote.
18. Members may also note that the Notice of the 10<sup>th</sup> Annual General Meeting, Attendance Slip, Proxy Form, Ballot Paper and Annual Report will also be available on the Company's website [www.latteysindustries.com](http://www.latteysindustries.com) for their download.
19. Member desirous of asking any questions at the Annual General Meeting are requested to send in their questions so as to reach the Company registered office at least 5 days before the Annual General Meeting so that the same can be suitably replied to.
20. Documents specifically stated in Explanatory Statement are open for inspection at the registered office of the Company between 10:00 AM and 06:00 PM on all working days (except Sunday, and Public Holidays) up to the date of announcement of result of AGM.
21. The Company has appointed M/s. Ashish Sheth & Associates, Chartered Accountants to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
22. The Scrutinizer shall, immediately after the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than three (3) days of conclusion of the meeting, a consolidated Scrutinizer's Report of the votes cast in the favor or against, if any, forthwith to the Chairman of the Company, who shall counter-sign the same.
23. The result shall be declared at or after the Annual General Meeting of the Company. The result declared along with the Scrutinizer's Report shall be placed on the Company's website [www.latteysindustries.com](http://www.latteysindustries.com) immediately after the result is declared by the chairman and communicated to NSE Limited.
24. Electronic copy of the Notice of the 10<sup>th</sup> Annual General Meeting of the Company, inter alia, indicating the process of e-voting along as stated herein is being sent to all the members whose email id are registered with the Company for communication purpose unless any member has requested for a physical copies of the same.
25. The record date for the purpose of determining the eligibility of the Members to attend the 10<sup>th</sup> Annual General Meeting of the Company is 18<sup>th</sup> September, 2023.

Registered Office:  
PLOT NO. 16, PHASE-1/2,  
GIDC ESTATE,  
NARODA,  
AHMEDABAD – 382330,  
GUJARAT, INDIA

Date: 02.09.2023  
Place: AHMEDABAD

**By order of the Board  
FOR LATTEYS INDUSTRIES LIMITED**

Sd/-  
SONIKA JAIN  
**Company Secretary**  
(M : A60579)

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING ANNUAL GENERAL MEETING ARE AS UNDER:-**

The remote e-voting period begins on 27<sup>th</sup> September, 2023 at 09.00 A.M. and ends on 29<sup>th</sup> September, 2023 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 18<sup>TH</sup> of September 2023, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 18<sup>TH</sup> September, 2023.

**How do I vote electronically using NSDL e-Voting system?**

*The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:*

**Step 1: Access to NSDL e-Voting system**

**A) Login method for e-Voting and joining virtual meeting for 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.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ul style="list-style-type: none"><li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li><li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li></ul>

- 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 i.e. NSDL** and you will be redirected to e-Voting website of NSDL 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 users 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](http://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**. Click on **NSDL** 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](http://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 i.e. **NSDL** 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. upon logging in, you will be able to see e-Voting option. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**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. NSDL and CDSL.**

<b>Login type</b>	<b>Helpdesk details</b>
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 <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> 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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.

b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
- a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

**Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

**How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.

6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

#### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to sheth.ashish013@gmail.com with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to (Name of NSDL Official) at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

#### **Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [cs@latteysindustries.com](mailto:cs@latteysindustries.com).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [cs@latteysindustries.com](mailto:cs@latteysindustries.com) If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)**

i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**

3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.

4. 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility 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 in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “**Join General meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. 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 to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. 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.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [cs@latteysindustries.com](mailto:cs@latteysindustries.com). The same will be replied by the company suitably.

## **EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013:**

### **ITEM NO. 3:**

Pursuant to Section 62(3) of the Companies Act, 2013, to enable the Company to raise loans to be converted into equity shares of the Company, the Company is required to pass Special Resolution prior to the raising of such loans.

With a view to expansion of Business and meet its working capital requirements of the Company, Management of the Company desires to raise loans from the various types of lenders to be converted into equity shares of the Company. The Board of Directors in their meeting held on September 02, 2023 accorded approval for conversion of any loan that the Company may borrow from Various Lenders via Loan Agreement executed/ to be executed by the Company upto amount of INR 75,00,00,000/-(Seventy Five Crore only), and such loan can be converted into the Equity Shares of the Company at a later date, at the option of the Lenders, upon such terms and conditions as may be deemed appropriate by the Board and as stipulated in the Loan Agreement at a price will be decided at the time of conversion. This would provide an enabling option to the below mentioned Lenders, to convert the whole or any part of such outstanding loans into fully paid up Equity Shares of the Company.

Accordingly, the Board recommends the resolution as set forth in the item no. 3 of the Notice, for the consideration and approval of the Members of the Company as Special Resolution, to enable the Company to raise loans from various types of Lenders, the whole or part of their respective outstanding loans into the fully paid Equity Shares of the Company, at their option, upon such terms and conditions as may be deemed appropriate by the Board and/or as stipulated in the Loan Agreement.

None of the Directors, Key Managerial Persons or their relatives, except the director whose loan is converted into the Equity Shares and his relatives, in any way, concerned or interested in the said resolution, except to their respective Shareholding of the company, if any.

S.N	Name of the Lender	Amount	Shareholding in Company
1	Aaron Multifarious Pvt Ltd	5 Cr	Nil
2	Dipsar Fintrade Pvt Ltd	15 Cr	Nil
3	Mahevarsh Fincon Pvt Ltd	10 Cr	Nil
4	SP and NISHA Pvt Ltd	15 Cr	Nil
5	YEPPEO Gold Pvt Ltd	15 Cr	Nil
6	CPPANDEY ENTERPRISES Ltd	15 Cr	Nil

**DETAILS OF DIRECTORS SEEKING APPOINTMENT/REAPPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING (ANNEXURE –A)**

(Pursuant to Regulation 36 of SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015 and clause 1.2.5 of Secretarial Standards -2 on General Meetings)

Name of Directors	Mr Kapoor Chand Garg
Age	50Yrs
Date of Birth	23.08.1973
DIN	00434621
Brief Resume & Expertise	He is a visionary, self made industrialist and leader with a strong business acumen and knowledge in development of products and management. More than 3 decades of experience and business development activities exploring and expanding new business opportunity across the world.
Terms & Condition of Appointment	As per Nomination & Remuneration Policed published on Company's Website i.e., <a href="http://www.latteysindustries.com">www.latteysindustries.com</a>
Chairman/Member of the Committee of the Company	None
No. of Share Held in Company	3,64,51,125 Shares
Relationship with any Director or KMP of the Company	He is a brother of Mr. Pawan Garg

Registered Office:  
PLOT NO. 16, PHASE-1/2,  
GIDC ESTATE,  
NARODA,  
AHMEDABAD – 382330  
GUJARAT, INDIA

Date: 02.09.2023  
Place: AHMEDABAD

**By order of the Board  
FOR LATTEYS INDUSTRIES LIMITED**

Sd/-  
SONIKA JAIN  
Company Secretary  
(M : A60579)

## DIRECTORS REPORT

To,

The Members,

**LATTEYS INDUSTRIES LIMITED**

Dear Members,

Your Directors are pleased to present this Tenth (10<sup>th</sup>) Annual Report of your company along with Audited Financial Statements for the Financial Year ended on March 31, 2023.

### **FINANCIAL HIGHLIGHTS: (In Lakhs)**

<b>Particulars</b>	<b>2022-23</b>	<b>2021-22</b>
Turnover	5247.94	4085.18
Other Income	117.66	46.55
<b>Total Income</b>	<b>5365.60</b>	<b>4141.86</b>
Finance Cost	121.12	108.36
Depreciation and amortization expenses	105.95	81.48
<b>Profit Before Tax</b>	<b>182.17</b>	<b>140.98</b>
Tax Expenses:		
Current Tax	57.00	42.23
Deferred Tax	8.32	3.04
<b>Profit after Tax</b>	<b>130.84</b>	<b>103.48</b>

### **COMPANY'S PERFORMANCE REVIEW:**

**During the under review, the performance of the Company is Satisfactory. The Total Turnover during the year under review has increased by 28% and Total profit before tax is increased by 29%.**

- During the Financial Year ended March 31, 2023, the Company's total Revenue from operations was Rs. **5247.94** Lakhs /- as against Rs.. **4085.18** Lakhs/- in the corresponding previous Financial Year ended March 31, 2022.

- The Profit after tax (PAT) for the Financial Year ended March 31, 2023 is **130.84/-** Lakhs as against Profit of Rs. **103.48/-** Lakhs in the corresponding previous Financial Year ended March 31, 2022.

Your Company is focusing on the strategic pillars of cost efficiency programs, innovation, brand building and distribution in order to sustain growth and profitability. During the challenging times, the Company maintained its liquidity position by minimizing cash outflows. The company plans to grow its national and international footprint in the coming years. The company has continued its effort to deliver a quality product and service to the customers, which helps maintain the leadership position in the market.

### **MIGRATION TO MAIN BOARD**

During the year under review, the Company had sought approval of members via Postal Ballot for migration of Equity Shares of the Company from SME Portal (Emerge) of National Stock Exchange of India Ltd (NSE) to Main Board of NSE, pursuant to provisions of Regulation 277 of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018. The members had given their approval by passing a Special Resolution through Postal Ballot which concluded on Friday, December 02, 2022. On receipt of members approval and on completion of requisite formalities with NSE, the equity shares of the Company are successfully listed/admitted on the Main Board of NSE with effect from 23rd May, 2023.

### **SUBSIDIARY & ASSOCIATES**

Company has invested 51% of Share Capital of Latteys Electrical Private Limited which is engaged in the business of manufacturing of Electric Vehicles Charging Stations, Electric Garbage Van and LED etc. It's a Subsidiary Company of Latteys Industries Limited which was incorporated on 13<sup>th</sup> March 2023, however Company has not filled for commencement of business during the Year 2022-23. Capital was subscribed in the month of May 2023 therefore there was no financial impact for the year 2022-23.

### **DIVIDEND**

With a view to conserve the available resources, it has been proposed by the Board of Directors not to declare any Dividend for the financial year 2022-23.

### **RESERVES**

The Company has Opening balance of Rs. 1093.21/- Lakhs as Reserve and Surplus as on April 01, 2022.

As Company has issued Bonus Shares to its Shareholders from reserve & surplus. An amount of Rs 642.93 lakhs has been transferred from Security Premium reserve and amounting of Rs 47.02 Lakhs from free reserves. Total amount of Rs 689.95 Lakhs has been capitalized into equity.

The Closing Balance of Reserve and Surplus is bifurcated as follows:

<b>Sr. no</b>	<b>Particulars</b>	<b>Amount</b>
1	Surplus in Statement of Profit & Loss	534.09
<b><u>TOTAL IN LAKHS</u></b>		534.09

### **CHANGES IN NATURE OF THE BUSINESS, IF ANY**

The Company Continued to carry Business of Manufacture of submersible pumps and Motors however Company has expanded Main Object with the approval of Shareholders on dated 30.03.2023 with Solar Pumps & Motors, LED lights and any other ancillary items.

### **MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION OF THE COMPANY**

There are no material changes and commitments affecting the financial position of the Company, subsequent to close of Financial Year 2022-23 till the date of this Report.

### **SHARE CAPITAL**

The Authorised Share Capital of the company was ₹ 5,00,00,000 (divided into 50,00,000 Equity Shares of Rs. 10/-each). Paid UP & Subscribed Capital of the Company was ₹ 4,59,96,660 (divided into 45,99,666 Equity Shares of Rs. 10/-each) as on 01.04.2022.

The Company has increase Authorised Share Capital from ₹ 5,00,00,000 (divided into 50,00,000 Equity Shares of Rs. 10/-each) to ₹ 11,50,00,000 (divided into 1,15,00,000 Equity Shares of Rs. 10/-each) on 20.09.2022 with the approval of Shareholders. Therefore, Company has capitalized its profit into Shares and issued Bonus Shares to its shareholders on the basis of three (3) bonus shares for every two (2) equity shares held on the entitlement date. The Bonus was subsequently approved by the shareholders via an Annual General Meeting in 2022. Bonus Shares was credited to shareholder account on 22nd October 2022.

Subsequently On 11.02.2023, the Company has split the face value of equity share from Rs. 10/- to Rs. 2/- per equity share with the approval of shareholders (Approval was taken on 02.01.2023) After consideration of the split of the face value of Equity Shares, Authorized Share Capital is 11,50,00,000 (divided into 5,75,00,000 equity shares Rs. 2/- each) and paid-up share capital of the company is 11,49,91,650 (divided into 5,74,95,825 Rs. 2/- each). During the year under review, there is no change in the Authorized, Issued, Subscribed and Paid-up Share Capital of the Company.

As at March 31, 2023, the Authorized Share Capital of the Company is Rs.11,50,00,000/- divided into 5,75,00,000/- equity shares of Rs. 2/- each.

### **DEPOSITS**

During the year under review, the Company has not accepted or renewed any deposits from public falling within the purview of provisions of Section 73 and 76 of the Companies Act, 2013 (“the Act”) and Rules framed thereunder.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

Details of loans and guarantees given and investments made during the Financial Year 2022-23, under the provisions of Section 186 of the Companies Act, 2013, read with the Companies (Meetings of Board and its Powers) Rules, 2014 are given in the notes to Financial Statements, which forms an integral part of this Report.

## **RELATED PARTY TRANSACTION**

Details of the same is incorporated in Annexure- C- AOC-2-Related Party Transaction.

## **DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The Board of your Company is duly constituted in accordance with the requirements of the Companies Act, 2013 read with the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

Pursuant to the provisions of Section 152 of the Companies Act, 2013, read with Article 96 of the Articles of Association of the Company, Mr Kapoor Chand Garg (DIN 00434621) is liable to retire by rotation at the ensuing Annual General Meeting of the Company and, being eligible, offers herself for re-appointment. The Board recommends his re-appointment.

The details of Mr Kapoor Chand Garg, as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per Secretarial Standard - 2 of General Meeting are contained in the accompanying Notice calling Tenth (10th) Annual General Meeting of the Company, which forms an integral part of this Report.

### **I. The Directors and Key Managerial personnel of the Company as on 31<sup>st</sup> March, 2023 are as below:**

<b>N.</b>	<b>Name</b>	<b>Designation</b>	<b>DIN/PAN</b>
1	KAPOOR CHAND GARG	Managing Director	00434621
2	PAWAN GARG	Whole time Director	00434836
3	SAROJ GARG	Non-Executive Director	03564480
4	SACHIN GUPTA	Independent Director	03637291
5	AASHISHKUMARGUPTA	Independent Director	01472111
6	PIYUSH PODDAR	Independent Director	09268033
7	SUMIT GOEL	Chief Financial Officer	AAEPG2734R
8	SONIKA JAIN	Company Secretary	CCBPJ7796M

During the current financial year 2022-2023 there is no changes in Key Managerial Personnel.

### **DECLARATION BY INDEPENDENT DIRECTOR**

The Company has received declarations from all the Independent Directors, confirming that they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In terms of Regulation 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties.

In terms of Rule 6(3) of Companies (Appointment and Qualification of Directors) Rules, 2014, the Independent Directors have confirmed that they are in compliance with sub-rule (1) and (2) of Rule 6 of Companies (Appointment and Qualification of Directors) Rules, 2014.

### **STATEMENT OF BOARD OF DIRECTORS**

The Board of Directors of the Company are of the opinion that all the Independent Directors of the Company possess the attributes of integrity, expertise and experience required to best serve the interest of the Company.

### **DIRECTOR RESPONSIBILITY STATEMENT**

Your Directors, to the best of their knowledge and belief and according to the information and explanations obtained by them and pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, hereby state and confirm that:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company
- (c) The directors had taken proper and sufficient care 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 directors had prepared the annual accounts on a going concern basis; and
- (e) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **ANNUAL EVULATION BY THE BOARD**

In view of the provisions of the Companies Act, 2013 and considering the Guidance Note dated 5th January, 2017, issued by the Securities and Exchange Board of India ("SEBI"), the Nomination & Remuneration Committee of the Board had laid down comprehensive framework including the criteria for evaluation of performance of the Board as a whole and various committees of the Board and individual Directors, including Independent Directors.

Based on the above mentioned comprehensive framework, the Board of Directors of the Company had carried out Annual Evaluation of the performance of the Board as a whole, the Directors individually and also the working of its Audit Committee, Nomination & Remuneration Committee, Stakeholder Relationship Committee and Risk Management Committee.

On collation of all the responses, feedback was provided by Chairman of the Board to the Board of Directors and each member of the Board. The Board noted the evaluation results that were collated and presented to the Board. The Directors expressed their satisfaction with the evaluation process.

### **BOARD AND COMMITTEE MEETINGS:**

#### **MEETING OF THE BOARD OF DIRECTORS**

**There are 11(Eleven) Meetings of the Board as on 31.03.2023.**

During the year under review the Board of Directors met (Thirteen) times (viz., 14.04.2022, 30.04.2022, 12.05.2022, 23.05.2022, 30.05.2022, 01.07.2022, 22.08.2022, 13.10.2022, 22.10.2022, 14.11.2022, 31.12.2022, 16.02.2023, 07.03.2023) during the year 2022-23. The interval between the two meetings was well within the maximum period mentioned under Section 173 of the Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015. Details of the Meetings are as under:-

no	Name of the Director	No. of Board Meeting	
		Held	Attended
1	KAPOOR CHAND GARG - MANAGING DIRECTOR	13	13
2	PAWAN GARG-WHOLE TIME DIRECTOR	13	12
3	SAROJ GARG-NON EXECUTIVE NON INDEPENDENT DIRECTOR	13	13
4	SACHIN GUPTA- INDEPENDENT DIRECTOR	13	09
5	PIYUSH PODDAR-INDEPENDENT DIRECTOR	13	08
6	ASHISH KUMAR GUPTA- INDEPENDENT DIRECTOR	13	07

## **AUDIT COMMITTEE**

### **Brief description and terms of reference**

The Board of Directors had constituted Audit Committee in compliance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (LODR) Regulations, 2015, as amended from time to time. The Committee has adopted a Charter for its functioning. The primary objective of the Committee is to monitor and provide effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures with the highest levels of transparency, integrity and quality of financial reporting.

### **COMPOSITION OF AUDIT COMMITTEE AS ON 07<sup>TH</sup> SEPTEMBER, 2020**

<b>S.N.</b>	<b>Name of member</b>	<b>Designation</b>
1.	AASHISH KUMAR GUPTA	Chairman & Independent Director
2.	SACHIN GUPTA	Member & Independent Director
3.	SAROJ GARG	Member & Non –Executive Director

Company has conducted 5(Five) Audit Committee Meeting during the year:

<b>Sr. No.</b>	<b>Date of Meeting</b>
1	30/05/2022
2	01/07/2022
3	22/08/2022
4	14/11/2022
5	28/02/2023

Mrs. Sonika Jain, Company Secretary acts as secretary to Committee.

## **NOMINATION AND REMUNERATION COMMITTEE**

### **Brief description and terms of reference**

The Board of Directors had constituted Nomination and Remuneration Committee in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations, 2015. This Committee identifies the persons, who are qualified to become Directors of the Company / who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and also carries out evaluation of every director's performance.

**COMPOSITION OF NOMINATION AND REMUNERATION COMMITTEE 07<sup>TH</sup> SEPTEMBER, 2020**

<b>S.N.</b>	<b>Name of member</b>	<b>Designation</b>
1.	AASHISH KUMAR GUPTA	Chairman & Independent Director
2.	SACHIN GUPTA	Member & Independent Director
3.	SAROJ GARG	Member & Non –Executive Director

Mrs. Sonika Jain, Company Secretary acts as secretary to Committee.

There was 01 (One) meeting of the Nomination & Remuneration Committee of the Board of Directors held during the Financial Year 2022-23 (i.e., on 07-03.2023)

**STAKEHOLDER’S RELATIONSHIP COMMITTEE**

**Brief description and Terms of Reference**

Your Directors have constituted Stakeholders Relationship Committee in compliance with the requirements of Section 178(5) of the Companies Act, 2013 and Regulation 20 of the SEBI (LODR) Regulations, 2015.

**COMPOSITION OF STAKEHOLDER’S RELATIONSHIP COMMITTEE 07<sup>TH</sup> SEPTEMBER, 2020**

<b>S.N.</b>	<b>Name of member</b>	<b>Designation</b>
1.	AASHISH KUMAR GUPTA	Chairman & Independent Director
2.	SACHIN GUPTA	Member & Independent Director
3.	SAROJ GARG	Member & Non –Executive Director

Mrs. Sonika Jain, Company Secretary acts as secretary to Committee.

There was 01 (One) meeting of the Nomination & Remuneration Committee of the Board of Directors held during the Financial Year 2022-23 (i.e., on 10.11.2022)

## **AUDITORS**

### **I. Statutory Auditor**

Pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, and pursuant to the recommendation of the Audit Committee, M/s. K.N.GUTGUTIA & COMPANY, Chartered Accountants (Firm Registration no.304153E, were appointed as Statutory Auditors at the 09th Annual General Meeting to hold the office for a first term of five (05) consecutive years, from the conclusion of 09th Annual General Meeting till the conclusion of 14th Annual General Meeting of the Company.

#### **STATUTORY AUDITORS' REPORT:**

There are no audit qualifications, reservations or adverse remarks or disclaimers, in the Auditors' Report, as annexed elsewhere in this Annual Report. During the year under review, the Statutory Auditors have not reported any instances of frauds committed in the Company by its officer and employees under Section 143(12) of the Companies Act, 2013.

### **II. Secretarial Auditor**

As required under provisions of Section 204 of the Companies Act, 2013 and Rules framed thereunder, the Board has appointed the Secretarial Auditors of the Company, M/s NAYAN P PITRODA, Practicing Company Secretaries, for conducting the Secretarial Audit for the FY 2022-23.

SECRETARIAL AUDIT: Pursuant to the provisions of Section 204 of the Companies Act, 2013, read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had appointed M/s .Nayan P Pitroda, Company Secretaries as Secretarial Auditor for the year ended 31st March, 2023. The Secretarial Auditor has submitted its Report in Form No. MR-3 for the Financial Year ended on 31st March, 2023 and the same as set out in "Annexure 1", forms an integral part of the Directors' Report. There are no qualifications, reservations or adverse remarks or disclaimers made in the Secretarial Audit Report.

Secretarial Audit Report in Form MR-3 issued by the Secretarial Auditor of the Company for the Financial Year ended on March 31, 2023 is attached to the Director's Report as Annexure- E. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

### **III. Internal Auditor**

In accordance with the provisions of Section 138 of the Companies Act, 2013 and Rules framed thereunder, Board has appointed M/s. Bansal Harish & Co, Chartered Accountants, Delhi to conduct the Internal Audit of the Company for the Financial Year 2022-23.

#### **IV DISCLOSURE AS TO WHETHER MAINTENANCE OF COST RECORDS**

The Board of Director not appointed Cost Auditor owing to non-applicability to appoint Cost Auditor in your Company specified the Central Government under sub-section (1) of Section 148 of the Companies Act 2013, is required by the Company and accordingly such accounts and records are made and maintain w.e.f. 01<sup>st</sup> April 2022.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo as stipulated under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, is set out herewith as “Annexure-A” to this Report.

#### **PARTICULARS OF EMPLOYEES**

The Company has no employee, who is in receipt of remuneration of Rs 8,50,000/- per month or Rs 1,02,00,000/- per annum and hence the Company is not required to give information under sub rule 2 and 3 of rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Further the following details forming part of Annexure-B to the Board Report.

Pursuant to Rule 5(2) of the Companies (Appointment and remuneration of managerial personnel) Rules, 2014 statement containing the names and other particulars of Top Ten employees in terms of remuneration drawn by them.

Disclosure Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the company had not entered into any contract or arrangement or transactions with related parties which could be considered 'material' (i.e. transactions exceeding ten percent of the annual turnover as per the last audited financial statements entered into individually or taken together with previous transactions during the financial year) according to the policy of the Company on materiality of Related Party Transactions. Accordingly, there are no transactions that are required to be reported in form AOC-2. However, you may refer to Related Party transactions, as per the Accounting Standards, in Note No. 28 of the Financial Statements.

Transaction entered as per section 188 of the Companies during the year are detailed in Annexure – C attached to this report and transaction with related parties, as per requirement of accounting standard 18 are disclosed in the notes to accounts annexed to the Financial Statement.

### **SEBI COMPLAINTS REDRESS SYSTEM (SCORES):**

The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status. Your Company has been registered on SCORES and makes every effort to resolve all investor complaints received through SCORES or otherwise within the statutory time limit from the receipt of the complaint. The Company has not received any complaint on the SCORES during financial year 2022-23.

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

As per the requirement of Regulation 34 of the Securities Exchange Board of India (Listing Obligation & Disclosure Requirement) Regulation 2015, Management Discussion and Analysis of the financial condition and result of operation have been provided separately in this Annual Report as Annexure-C

### **FORMAL ANNUAL EVALUATION PROCESS BY BOARD:**

Pursuant to the provisions of the Companies Act, 2013 and rules made thereunder, the Board has carried the evaluation of its own performance, performance of Individual Directors, Board Committees including the chairman of the Board on the basis of attendance, contribution of various criteria as recommended by the nomination and remuneration committee of the Company.

The evaluation of the working of the Board, its committees, experience and expertise, performance of specific duties and obligations etc. were carried out. The Directors expressed their satisfaction with the evaluation process and outcome.

The performance of each of the Non Independent Directors (including the chairman) was also evaluated by the Independent directors at the separate meeting held of the Independent Directors of the Company.

### **EXTRACT OF THE ANNUAL RETURN**

Pursuant to Sub-section 3(a) of Section 134 and Sub-section (3) of 92 of the Companies Act, 2013 read with Rule 12 of Companies (Management and Administration) Rules, 2014,, the Copy of the Annual Return of the Company for the Financial Year ended March 31, 2023 is given in Form MGT-7, will uploaded on the website of the Company and can be accessed through following link.

[https://www.latteysindustries.com/files/MGT-7\\_2022-2023.pdf](https://www.latteysindustries.com/files/MGT-7_2022-2023.pdf)

## **CORPORATE GOVERNANCE**

Since the Company's securities are listed on SME Emerge Platform of National Stock Exchange (NSE) till March 2023, by virtue of Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The compliance with the corporate governance provisions as specified in regulations 17 to 27 and clause (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of schedule V are not applicable to the Company. Hence Corporate Governance does not form part of this Board's Report.

## **INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has its internal financial control systems commensurate with the size and complexity of its operations, to ensure proper recording of financials and monitoring of operational effectiveness and compliance of various regulatory and statutory requirements. The management regularly monitors the safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records including timely preparation of reliable financial information.

The internal auditor consults and reviews the effectiveness and efficiency of the internal financial control systems and procedure to ensure that all the assets are protected against loss and that the financial and operational information is accurate and complete in all respects. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Company.

## **RISK MANAGEMENT**

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this Report.

## **VIGIL MECHANISM**

The Company has established a vigil mechanism, through a Whistle Blower Policy, where Directors and employees can voice their genuine concerns or grievances about any unethical or unacceptable business practice. A whistle-blowing mechanism not only helps the Company in detection of fraud, but is also used as a corporate governance tool leading to prevention and deterrence of misconduct.

It provides direct access to the employees of the Company to approach the Compliance Officer or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine whistle blowers are accorded complete protection from any kind of unfair treatment or victimization.

The said policy is also available on the website of the Company at [www.latteysindustries.com](http://www.latteysindustries.com) under the head investor section.

### **FRAUD REPORTING**

There were no frauds disclosed during the Financial Year.

### **CODE OF CONDUCT**

The Board has laid down a specific code of Conduct for all Board Members and Senior Management of the Company. All the Board Members and Senior Management Personnel have affirmed compliance with the Code on annual basis.

### **INSIDER TRADING**

The Board has in consultation with the Stakeholder's Relationship Committee laid down the policy to regulate and monitor the Insider Trading in the Company. The Committee regularly analyses the transactions and monitors them to prevent Insider Trading. The Company has also adopted a Prohibition of Insider Trading Policy.

During the year under review, in compliance with the amendments to the SEBI Insider Regulations, the Company adopted the following effective 1 April 2019:

Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information.  
Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons and their Immediate Relatives

The Policy was approved by the Board and same was uploaded on the Company's website [www.latteysindustries.com](http://www.latteysindustries.com) under the tab investors.

### **MEANS OF COMMUNICATION**

The Board believes that effective communication of information is an essential component of Corporate Governance. The Company regularly interacts with its shareholders through multiple channels of communication such as Company's Website and stipulated communications to Stock Exchange where the Company's shares are listed for announcement of Financial Results, Annual Report, Notices, Outcome of Meetings, and Company's Policies etc.

### **HUMAN RESOURCES**

Your Company treats its "Human Resources" as one of its most important assets. Your Company continuously invests in attraction, retention and development of talent on ongoing basis. Numbers of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

## **WEBSITE**

The Company has a website addressed as <https://www.latteysindustries.com> contains the basic information about the Company - details of its Business, Financial Information, Shareholding Pattern, Contact Information of the Designated Official of the Company who is responsible for assisting and handling investors grievances and such other details as may be required under sub regulation (2) of Regulation 46 of the Listing Regulations, 2015. The Company ensures that the contents of this website are periodically updated.

## **POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS**

The Company's policy on Directors' appointment including criteria for determining qualifications, positive attributes and independence of a Director as well as policy relating to Remuneration of Key Managerial Personnel and other employees and other matters as provided in Section 178(3) of the Act, is uploaded on the website and can be accessed through following link :

<https://www.latteysindustries.com/files/Terms%20and%20Conditon%20of%20Independent%20Directors.pdf>

## **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

In accordance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder, the Company has formed an Internal Complaints Committee and also framed and adopted the policy for Prevention of Sexual Harassment at Workplace.

The following is the summary of Sexual Harassment complaints received and disposed of during the year 2022-23.

No. of Complaints Received: NIL

No. of Complaints Disposed of: NIL

## **OTHER DISCLOSURES**

There were no significant and material orders passed by Regulators / Courts / Tribunals that would impact the going concern status of the Company and its future operations.

## **SECRETARIAL STANDARDS :**

The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI) and approved by the Central Government under Section 118(10) of the Companies Act, 2013.

**ACKNOWLEDGEMENT**

Your Directors wish to express their gratitude to the Bankers, Financial Institutions, Government Authorities, Customers, Vendors, Consultants, Advisors and Members for their direct and indirect co-operation and look forward to their continued support in the future.

Your Directors acknowledge the support and co-operation received from employees and all those who have helped in day to day management of the Company.

**FOR LATTEYS INDUSTRIES LIMITED**

**PLACE: AHMEDABAD  
DATE: 02<sup>nd</sup> SEPTEMBER 2023**

**Sd/-  
KAPOOR CHAND GARG  
MANAGING DIRECTOR  
DIN: 00434621**

**ANNEXURE TO DIRECTOR'S REPORT**  
**ANNEXURE INDEX**

<b>ANNEXURE</b>	<b>CONTENT</b>
A	Conservation of Energy, Technology Absorption and Foreign Exchange Earning & Outgo
B	Details for Remuneration paid to Employees
C	AOC-2-Related Party Transaction
D	Management Discussion & Analysis Report
E	Secretarial Audit Report MR-3

**CONSERVATION OF ENERGY, TECHNOLOGY  
 ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**  
**[Section 134 (3) (M) of The Companies Act, 2013 read with Rule 8(3)  
 Of the Companies Accounts)**  
**Rules, 2014]**

S. No.	Particulars	
<b>Conservation of Energy:-</b>		
1	The steps taken or impact on conservation of energy;	<p>Being an energy efficient product manufacturer we make energy efficient stainless steel pumps and motors. We offer energy efficient pumping systems for agriculture and offers energy savings over 40% compared to conventional pumping system.</p> <p>Our all the newly developed product is having utmost care in terms of energy efficiency, every single watt of energy we save at the product end, it helps to create big difference at the power generation end.</p>
2	The steps taken by the Company for utilizing alternate sources of energy;	<p>The company is constantly adopting solar as alternative source of energy and promoting solar pumps across globe and company made solar business as key focus area of business. This solar power could transform our agricultural landscape and improve quality of life in rural and urban India ensuring energy security to the poor and marginalizes. This would immensely help climate change mitigation efforts by in line with global</p>
3	The capital investment on energy conservation equipment	<p>We have already installed Solar Power plant and invested heavily on other renewable energy applications and equipments and the total investments could approx. 18 Lacs.</p>
<b>Technology absorption:-</b>		

No new technology is absorbed by the company as company is equipped in well manner with all the required technologies and machineries that it requires in order to have smooth functioning of business operations.

**Foreign exchange earnings and Outgo:-**

(i)	The Foreign Exchange earned in terms of actual inflows during the year;	RS. 1621.64 Lakhs
(ii)	The Foreign Exchange outgo during the year in terms of actual Outflows.	Rs. 53.88 lakhs

**FOR LATTEYS INDUSTRIES LIMITED**

**PLACE: AHMEDABAD  
DATE: 2<sup>nd</sup> SEPTEMBER 2023**

**Sd/-  
KAPOOR CHAND GARG  
MANAGING DIRECTOR  
DIN: 00434621**

**ANNEXURE -B**

**Disclosure as per Section 197(12) of Companies Act, 2013 and Rule 5 of the Companies  
(Appointment and Remuneration of Managerial Personnel)  
Rules, 2014**

- a) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year ending March 31, 2023 and
- b) The Percentage Increase in Remuneration of Each Director, Chief Financial Officer and Company Secretary during the Financial Year ending on March 31, 2023

<b>The ratio of the remuneration of each director to the median employee's remuneration for the financial year 2022-23.</b>		
<b>Name</b>	<b>Designation</b>	<b>Ratio</b>
KAPOOR CHAND GARG	Managing Director	8 Times
PAWAN GARG	Whole – Time Director	8 Times

<b>The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2022-23 compared to 2021- 22.</b>		
<b>Name</b>	<b>Designation</b>	<b>% increase in remuneration</b>
KAPOOR CHAND GARG	Managing Director	NA
PAWAN GARG	Whole-Time Director	NA
SONIKA JAIN	Company Secretary	20%
SUMIT GOEL	Chief Financial Officer	NA

<b>the number of permanent employees on the rolls of company</b>	118
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<b>the explanation on the relationship between average increase in remuneration and company performance</b>	The increase in remuneration is linked to the performance of the company as a whole, the performance of the employee and others internal and external factors
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<b>Average percentile increase already made in the salaries of employees other than the managerial personnel</b>	10%
--	-----

**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.**

**Variations in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year**

Not Applicable

**Affirmation that the remuneration is as per the remuneration policy of the Company**

We affirm that remuneration is as per the remuneration policy of the company.

**FOR AND ON BEHALF OF THE BOARD**

**FOR LATTEYS INDUSTRIES LIMITED**

**PLACE: AHMEDABAD  
DATE: 2<sup>nd</sup> SEPTEMBER 2023**

**Sd/-  
KAPOOR CHAND GARG  
MANAGING DIRECTOR  
DIN: 00434621**

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

**Forward Looking Statement** - In this, Management Discussion and Analysis of Financial Condition and Results of Operations of the Company describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities laws and regulations. Forward looking statements are based on certain assumptions and expectations of future events.

The Company cannot guarantee that, these assumptions and expectations are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise forward looking statements, on the basis of any subsequent developments, information or events. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include changes in government regulations, tax laws, economic developments within the country and such other factors globally.

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 the Listed Companies are required to furnish Management Discussion and Analysis Report (MDAR) as a part of Director's Report to the Shareholders.

As per Schedule V of SEBI (Listing Obligations and Disclosures Requirements), Regulations, 2015, Annual Report shall contain the below points in the Management Discussion and Analysis Report (MDAR):

- Industry Structure and developments.
- Opportunities
- Risk and Concern.
- Internal Control System and their adequacy.
- Discussion on Financial performance with respect to operational performance.
- Material developments in Human Resources/ Industrial Relations front, including number of people employed.

**1. INDUSTRY STRUCTURE AND DEVELOPMENTS**

The global industrial pumps market size was valued at USD 63.29 billion in 2022 and is expected to expand at a compound annual growth rate (CAGR) of 4.9% from 2023 to 2030. The rising adoption of these products in various industries, including water and wastewater, chemical, oil and gas, and power generation, is expected to have a positive impact on market growth. The lockdown measures implemented by the governments of various countries, in



light of the COVID-19 pandemic in 2020, have adversely affected growth due to the closure of manufacturing industries. Furthermore, the pandemic has resulted in delays in raw material distribution, thereby affecting the production capacity across the globe.

Centrifugal pumps have led the market and accounted for a revenue share of over 67.3% in 2022. These products are widely utilized in several applications, including water supply, fire protection systems, sewage disposal, food and beverage industries, and chemical industries, due to their low maintenance. The growth of the global centrifugal pumps market is being driven by the rapid construction of residential and commercial infrastructure and the expansion of the manufacturing sector. The growth is attributed to the increased infrastructure investment, which has resulted in fast urbanization. The wastewater treatment sector's demand for these products is expected to drive the industry over the coming years. The positive displacement pumps are expected to expand at the fastest CAGR of 5.4% over the forecast period. Positive displacement pumps are expected to witness significant growth over the forecast period, as reciprocating pumps gain popularity due to their higher efficiency than centrifugal pumps and their application in precision dosing and high-pressure output applications.

## **2. OPPORTUNITIES & THREATS OPPORTUNITIES**

Agriculture and Building Services comprise 46% of the market by value of Rs. 3910 Cr. This segment of the Indian pump market is highly fragmented as well as competitive with a large number of small and medium enterprises (SMEs) competing to increase their market share. The biggest markets for agricultural pump sets are the central Indian states of Madhya Pradesh, Maharashtra, Tamil Nadu, Karnataka and Andhra Pradesh.

### **2.1 THREATS**

Markets across the Board are seeing aggressive competition. Both domestic and global capacities out last the demand for various products and commodities. Many sectors especially in domestic market are seeing increased competition. Your Company is prudently trying to deal with this. Inward looking policies of Countries would be a threat to global market.

## **3. INTERNAL CONTROL SYSTEM**

The Company has in place an adequate system of internal control commensurate with its size and nature of its business. These have been designed to provide reasonable assurance that all assets are safeguarded and protected against loss from unauthorized use or disposition and that all transactions are authorized, recorded and reported correctly and the business operations are conducted as per the prescribed policies and procedures of the Company. The Audit committee and the management have reviewed the adequacy of the internal control systems and suitable steps are taken to improve the same.

#### 4. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

- During the Financial Year ended March 31, 2023, the Company's total Revenue from operations is Rs. 5247.94 Lakhs /- as against Rs.. 4085.18 Lakhs/- in the corresponding previous Financial Year ended March 31, 2022.
- The Profit after tax (PAT) for the Financial Year ended March 31, 2023 is **130.84/-** Lakhs as against Profit of Rs. **103.48/-** Lakhs in the corresponding previous Financial Year ended March 31, 2022.

The financial performance of the company is as follows:

Particulars	FY 2022-23	FY 2021-22
Turnover	5247.94	4085.18
Other Income	117.66	46.55
<b>Total Income</b>	<b>5365.60</b>	<b>4141.86</b>
Finance Cost	121.12	108.36
Depreciation and amortization expenses	105.95	81.48
<b>Profit Before Tax</b>	<b>182.17</b>	<b>140.98</b>
Tax Expenses:	57.00	
Current Tax	8.32	42.23
Deferred Tax		3.04
<b>Profit after Tax</b>	<b>130.84</b>	<b>103.48</b>

#### DETAILS OF KEY FINANCIAL RATIO

	Ratio	Formulla	FY-2022-23	Ratio	FY-2021-22	Ratio	% Change	Comment if % change is more than 25%
(a)	Current Ratio	= $\frac{\text{Current Assets}}{\text{Current Liabilities}}$	<u>3541.85</u>	1.36	<u>3383.08</u>	1.38	-1.47%	NA
			2602.09		2448.96			
(b)	Debt-Equity Ratio	= $\frac{\text{Long Term Debt} + \text{Short Term Debt}}{\text{Total Shareholder Fund}}$	<u>1231.06</u>	0.73	<u>1222.47</u>	0.79	-7.12%	NA
			1684.01		1553.17			
(c)	Debt Service	= Net Operating Income (i.e. PBT Plus	<u>299.49</u>	2.37	<u>245.28</u>	1.47	61.44%	NA

	Coverage Ratio	Depreciation+Interest on Long Term Loans Less Rental and Interest income ) Total Debt Service	126.11		166.73			
(d)	Return on Equity Ratio	= <u>Net Income (i.e. Net Profit After Tax)</u> Shareholder Fund. X 100	<u>130.84</u> 1684.01	7.77%	<u>103.48</u> 1553.17	6.66%	16.61%	NA
(e)	Inventory turnover ratio	= <u>Cost of Goods Sold</u> Average Inventory	<u>4201.67</u> 2197.50	1.91	<u>3232.70</u> 2214.75	1.46	30.99%	Due to Increase in Turnover and effective management of Inventory
(f)	Trade Receivables turnover ratio	= <u>Net Credit Sales</u> Average Account Receivables	<u>5247.94</u> 1032.80	5.08	<u>4085.18</u> 664.00	6.15	- 17.41%	NA
(g)	Trade payables turnover ratio	= <u>Net Credit Purchase</u> Average Account Payables	<u>3728.84</u> 1221.47	3.05	<u>3283.29</u> 930.48	3.53	- 13.49%	NA
(h)	Net capital turnover ratio	= <u>Total Sales</u> Net Working Capital	<u>5247.94</u> 939.76	5.58	<u>4085.18</u> 934.11	4.37	27.69%	Due to effective utilisation of Working Capital
(i)	Net profit ratio	= <u>Net Profit (i.e. Net Profit After Tax)</u> Sales X 100	<u>130.84</u> 5247.94	2.49%	<u>103.48</u> 4085.18	2.53%	-1.58%	NA
(i)	Return on Capital employed,	= <u>EBIT</u> Capital Employed. X 100 (i.e. Total Assets-Current Liability)	<u>271.07</u> 1810.89	14.97 %	<u>242.09</u> 1711.58	14.14 %	5.83%	NA
(k)	Return on investment	= <u>Net Income.</u> Cost of Investment	<b>N.A.</b>					

**5. Material developments in Human Resources/ Industrial Relations front, including number of people employed**

Your Company firmly believes that its human resources are the key enablers for the growth of the Company and important asset. Hence, the success of the Company is closely aligned to the goals of the human resources of the Company. The Company aims to develop the potential of every individual associated with the Company as a part of its business goals. The Company focuses on providing individual development and growth in a work culture that ensures high performance and remains empowering. The Company has employed 170 people (including contractual) strong and dedicated workforce travel abreast of the latest trends.

**FOR AND ON BEHALF OF THE BOARD**

**FOR LATTEYS INDUSTRIES LIMITED**

**PLACE: AHMEDABAD  
DATE: 02<sup>nd</sup> SEPTEMBER 2023**

**Sd/-  
KAPOOR CHAND GARG  
MANAGING DIRECTOR  
DIN: 00434621**

**FORM AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

Form for Disclosure of particular of Contract / arrangement entered into by Company with related party's referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under the proviso thereto:

**1. Details of Contact or arrangement or transaction not at Arm's Length Basis: NIL**
**2. Details of Contract or arrangement or transaction at Arm's Length Basis:**

**All Contract/Arrangement entered into by the company with Related Parties referred to in sub Section (1) of Section 188 of the Companies Act, 2013 are at Arm's Length Basis:**

Name of the Related Party	Nature of Relationship	Nature of Contract/Agreement/Transaction	Salient terms & conditions, if any,	Date of Approval by the Board, if any	Amount paid as advance, if any	Amount of Transaction
Mr. Kapoor Chand Garg	Managing Director (Latteys Industries Limited)	Remuneration		30/09/2021		19.20 Lakhs
Mr. Pawan Garg	Whole-Time Director (Latteys Industries Limited)	Remuneration		30/09/2021		19.20 Lakhs
Mr. Kapoor Chand Garg	Managing Director (Latteys Industries Limited)	Rent				15.75 Lakhs
Mr. Pawan Garg	Whole-Time Director (Latteys Industries Limited)	Rent				2.22 Lakhs
Seema Aggrawal	Related Party of KMP	Commission on Sales				8.22 Lakhs

**FOR AND ON BEHALF OF THE BOARD**

**FOR LATTEYS INDUSTRIES LIMITED**

**PLACE: AHMEDABAD  
DATE: 02<sup>nd</sup> SEPTEMBER 2023**

**Sd/-  
KAPOOR CHAND GARG  
MANAGING DIRECTOR  
DIN: 00434621**

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> March, 2023**

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

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To,  
The Members,  
**LATTEYS INDUSTRIES LIMITED**  
**[CIN U29120GJ2013PLC074281]**  
Plot no. 16, Phase- 1/2,  
GIDC Estate, Naroda,  
Ahmedabad – 382330

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **LATTEYS INDUSTRIES LIMITED [CIN L29120GJ2013PLC074281]** (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 **31<sup>st</sup> March, 2023** ('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 **31<sup>st</sup> March, 2023** 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'): -
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009. (**not applicable to the company during the audit period**);
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (**not applicable to the company during the audit period**);
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (**not applicable to the company during the audit period**);

- (f) 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;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (*not applicable to the company during the audit period*);
- (h) 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 except *Company has not submitted Structural Digital Database (SDD) Certificate for Quarter ended June, 2022 within the stipulated time period, however, the Company has uploaded the same after the due date.*

**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.

Board take decision by majority of directors while the dissenting directors' 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** during the audit period, except for the below events, there was no event/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

a) The shareholders at their Annual General Meeting held on 20<sup>th</sup> September, 2022, have approved:

- To increase in Authorized Share Capital of the Company from Rs. 5,00,00,000 (Rupees Five Crore Only) divided into 50,00,000 (Fifty Lakh) equity shares of Rs.10/- each to Rs. 11,50,00,000 (Rupees Eleven Crore Fifty Lakh Only) divided into 1,15,00,000 (One Crore Fifteen Lakhs) equity shares of Rs.10/- each by creating additional 65,00,000 (Sixty-Five Lakhs) Equity Shares of Rs. 10/- (Rupees Ten Only) each ranking pari-passu with the existing equity shares of the Company by passing an Ordinary Resolution.
- To issue Bonus Shares pursuant to Section 63 and other applicable rules of the Companies Act, 2013 not exceeding Rs. 6,89,94,990/- (Rupees Six Crore Eighty-Nine Lakh Ninety-Four Thousand Nine Hundred Ninety only) out of Securities Premium and Free Reserve (i.e., Rs. 6,42,93,196 from Securities Premium and 47,01,794 from Free Reserve) of the company and transfer to Share Capital Account towards issuance and allotment of fully paid equity of Rs. 10/- (Rupees Ten Only) each as Bonus Shares credited as fully paid up to the members of the Company holding Equity shares of Rs. 10/-(Rupees Ten Only) each whose names stand in Register of members of the Company as on the Record Date as the Board of

Directors may determine, in that behalf in the proportion of 3(Three) new Fully Paid-up Equity Shares of Rs. 10/-(Rupees Ten Only) each for every 2 (Two) existing Equity Shares of Rs. 10/- (Rupees Ten Only) each (fractional entitlements of Bonus shares shall be rounded off to one) held as on the record date and that the bonus shares so issued and allotted be treated for all purposes as an increase of the nominal amount of the Equity Capital of the Company held by each such member/person and not as incomes.

b) The Shareholders through a Postal Ballot Resolution on 2<sup>nd</sup> December, 2022, have approve:

- Migration of Equity Shares of the Company which are currently listed on NSE-Emerge platform of NSE Limited to the Main Board of NSE Limited and upon Migration the said Equity Shares be get Listed and traded on the capital segment (main board) of NSE Limited from the date of approval of Migration/getting listed and admitted to be dealt on NSE main Board as and when the Company is eligible for the same by passing a Special Resolution.

c) The Shareholders at their Extra-Ordinary General Meeting held on 27<sup>th</sup> January, 2023, have approved:

- The stock split/ sub division of equity shares of the company under Section under 61(d), 64 and other applicable rules of the Companies Act, 2013, having a face value of 10/- each in the Authorized Equity Share Capital of the Company sub-divided into 5 (Five) Equity Shares having a face value of 2/- each (“Sub-division”) by passing a Special Resolution.

d) The Shareholders at their Extra-Ordinary General Meeting held on 30<sup>th</sup> March, 2023, have approved:

- To Amend the object clause of MOA of the Company pursuant to Section 13 and applicable rules of the Companies Act, 2013 by passing a Special Resolution.

**For. Pitroda Nayan & Co.,  
Company Secretaries**

**Sd/-**

**Nayan P. Pitroda**

**Proprietor**

**Mem. No.: 58473**

**C.P. No.: 23912**

**UDIN.: A058473E000846172**

**P/R No.: 1925/2022**

**Date.: 23/08/2023**

**Place.: Ahmedabad**

**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,  
The Members,  
**LATTEYS INDUSTRIES LIMITED**  
**[CIN U29120GJ2013PLC074281]**  
Plot no. 16, Phase- 1/2,  
GIDC Estate, Naroda,  
Ahmedabad – 382330

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.

**For. Pitroda Nayan & Co.,**  
**Company Secretaries**

**Sd/-**  
**Nayan P. Pitroda**  
**Proprietor**  
**Mem.No.: 58473**  
**C.P.No.: 23912**  
**UDIN.: A058473E000846172**  
**P/R No.: 1925/2022**

**Date.: 23/08/2023**  
**Place.: Ahmedabad**



DETAILED  
FINANCIAL  
FOR THE YEAR  
2022-23

## **INDEPENDENT AUDITOR'S REPORT**

**To the Members of LATTEYS INDUSTRIES LTD.**

### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of **LATTEYS INDUSTRIES LTD.** ('the Company'), which comprise the standalone Balance Sheet as at **31 March 2023**, the standalone Statement of Profit and Loss, and the standalone Statement of Cash Flow for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements")

In our opinion and to the best of our information and according to the explanations given to us the aforesaid standalone 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 principles generally accepted in India, of the state of affairs of the Company as at 31 March 2023, its profit and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report.

#### **Information other than the Financial Statements and Auditor's Report thereon**

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

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

In connection with our audit of the standalone 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 standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions as applicable under the relevant laws and regulations.

### **Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements**

The accompanying standalone financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these standalone 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.

In preparing the financial statements, the Board of Directors are 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 the Board of Directors either intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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 Standards on Auditing 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.

As part of an audit in accordance with Standards on Auditing, specified under section 143(10) of the Act 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 Board of Directors' 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;

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.

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.

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.

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## **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government of India in terms of section 143(11) of the Act we give in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. (A) Further to our comments in Annexure A, as required by section 143(3) of the Act based on our audit, we report, to the extent applicable, that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the accompanying standalone financial statements;
  - b) 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;
  - c) The standalone financial statements dealt with by this report are in agreement with the books of account;
  - d) In our opinion, the aforesaid standalone financial statements comply with Accounting Standards specified under section 133 of the Act.
  - e) On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of section 164(2) of the Act;
  - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company as on 31 March 2023 and the operating effectiveness of such controls, refer to our separate Report in Annexure B wherein we have expressed an unmodified opinion; and
- (B) 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:
  - i. The Company, as detailed in note 30 to the standalone financial statements, has disclosed the impact of pending litigations on its financial position as at 31 March 2023;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delay in transferring the amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

- a. The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or securities premium or any other sources or kind of funds) by the Company to or in any person(s) or entity(ies), including foreign entities ('the 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 identified in any manner whatsoever by or on behalf of the Company ('the Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf the Ultimate Beneficiaries;
  - b. The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('the 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; and
  - c. Based on such audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clauses (a) and (b) above contain any material misstatement.
- iv. The Company has not declared or paid any dividend during the year ended 31 March 2023.
- v. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 requires all companies which use accounting software for maintaining their books of account, to use such an accounting software which has a feature of audit trail, with effect from the financial year beginning on 1 April 2023 and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 (as amended) is not applicable for the current financial year.

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

In our opinion and according to the information and explanation given to us and based on our audit, we report that the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.

**DATE: 30.05.2023**  
**PLACE: NEW DELHI**

**FOR K. N. GUTGUTIA & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN 034153E**

**Sd/-**  
**(B. R. GOYAL)**  
**PARTNER**  
**M. NO. 12172**  
**UDIN: 23012172BGWCJW5165**

**Annexure A referred to in Paragraph 1 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)**

With reference to the **Annexure A** referred to in the Independent Auditor’s Report to the members of LATTEYS INDUSTRIES LTD on the standalone financial statements for the year ended 31 March 2023, we report the following:

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.  
  
(B) The Company has maintained proper records showing full particulars of intangible assets.
  
- (b) As explained to us, all assets have been physically verified by the management at regular interval and no material discrepancies were noticed on such verification. In our opinion, the frequency of physical verification programme adopted by the Company, is reasonable having regard to the size of the Company and the nature of its assets.
  
- (c) According to the information and explanation given to us by the company and on the basis of our examinations of records of the company, the title deeds of immovable properties included in fixed assets are held in the name of company except a Land situated at Plot number 16 phase ½, GIDC Naroda, which is owned by the Director of the Company and the said property has been taken on lease by the company. However, building constructed on the said plot is owned by the company.
  
- (d) According to the information and explanation given to us by the company and on the basis of our examination of the records of the company, the Company has not revalued its Property, Plant and Equipment including Right of Use assets or intangible assets or both during the year.
  
- (e) According to the information and explanation given to us by the company and on the basis of our examination of the records of the company, there are no proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended) and rules made thereunder.
  
- (ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management of the company and no material discrepancies were noticed.

(b) As disclosed in note no. 6 to the standalone financial statements, the Company has been sanctioned a working capital limit in excess of Rs. 5 crores from banks and financial institutions based on the security of current assets. The acknowledged copy of quarterly returns / statements filed by the company with such banks are not made available to us for verification, as management have not obtained the knowledge copy from concerned banker, so we are not able to comment on whether the quarterly returns or financial statements filed with the such banks are in agreement or not with books of accounts of the Company.

- (iii) According to the information and explanation given to us, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to the companies, Firms, Limited Liability Partnership Firms or any other parties during the year and in our opinion, hence para (a), (b), (c), (d), (e), and (f) are not applicable.
- (iv) According to information and explanation given to us and on the basis of our examination of the records of the company, the company has neither made any investments nor has it given loans or provided guarantee or security as specified under section 185 of the Companies Act, 2013 (“the act”) and the company has not provided any security as specified under section 186 of the act. Further, in our opinion the company has complied with the provisions of section 186 of the act in relation to the loans given, guarantees provided, and investments made.
- (v) The Company has not accepted any deposits or there are no amounts which have been deemed to be deposits within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company’s products/ services / business activities. Accordingly, reporting under clause 3(vi) of the Order is not applicable.
- (vii) (a) In our opinion the company is regular in depositing the undisputed statutory dues including goods and services tax, provident fund, employees’ state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities except some delays in deposit of Provident Fund and Employee State Insurance. There are no arrears of outstanding Statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute except for the following:

Name of the statute	Nature of dues	Gross Amount (₹ in Rs)	Amount paid under Protest (₹ in Rs)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
The Income Tax Act, 1961	Income Tax Demand	23,44,550	0	A Y 2020-21	National e-assessment Centre	Disagree with demand
	Accrued Interest	3,28,244				
The Income Tax Act, 1961	Income Tax Demand	2,81,500	0	A Y 2018-19	Assessing Officer	Disagree with demand
	Accrued Interest	22,240				

- (viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been previously recorded in the books of account.
- (ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us including representation received from the management of the Company and on the basis of our audit procedures, we report that the Company has not been declared a willful 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, money raised by way of term loans were applied for the purposes for which these were obtained.
- (d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have, prima facie, not been used for long term purposes.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. The Company does not hold any investment in any associate or joint venture (as defined in the Act) during the year ended **31 March 2023**.

- (f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint venture or associate company.
- (x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments), during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- (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 made any preferential allotment or private placement of shares or (fully, partially or optionally) convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company has been noticed or reported during the period covered by our audit.
- (b) According to the information and explanations given to us including the representation made to us by the management of the Company, no report under sub-section 12 of section 143 of the Act has been filed by the auditors in Form ADT- 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, with the Central Government for the period covered by our audit.
- (c) According to the information and explanations given to us including the representation made to us by the management of the Company, there are no whistle-blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company, with the related parties are in compliance with sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the standalone financial statements etc., as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

- (xiv) (a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as per the provisions of section 138 of the Act which is commensurate with the size and nature of its business.
- (b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and accordingly, reporting under clause 3(xv) of the Order with respect to compliance with the provisions of section 192 of the Act are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) and (b) of the order are not applicable.
- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the RBI. Accordingly, reporting under clause 3(xvi)(c) of the Order is not applicable to the Company.
- (d) According to the information and explanations provided to us during the course of audit, the group does not have any CIC's.
- (xvii) The Company has not incurred any cash losses in the current financial year as well as the immediately preceding financial year.
- (xviii) There has been resignation of the statutory auditors during the year. There were no issues, objections or concerns raised by the outgoing auditor.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the plans of the Board of Directors and management 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 indicating 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.

- (xx) The company does not have the net worth of rupees 500 crore or more or turnover of rupees 1000 crore or more or a net profit of rupees 5 crore or more during the immediately preceding financial year and hence provision of section 135 of the act are not applicable to the company. Accordingly, reporting under clause 3(xx) of the Order is not applicable to the Company.
- (xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

**PLACE: NEW DELHI**  
**DATE: 30.05.2023**

**FOR K. N. GUTGUTIA & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN 034153E**

**Sd/-**  
**(B. R. GOYAL)**  
**PARTNER**  
**M. NO. 12172**

**Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**

(With reference to **Annexure B** Referred to in paragraph 2(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**Opinion**

We have audited the internal financial controls with reference to standalone financial statements of LATTEYS INDUSTRIES LTD ("the Company") as of **31 March 2023** in conjunction with our audit of the standalone financial statements of the Company as at and for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at **31 March 2023**, based on the internal financial controls with reference to standalone financial statements 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 (the "Guidance Note").

**Management and Board of Directors' Responsibilities for Internal Financial Controls**

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 the 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 Act.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, 'to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements were established and maintained and whether 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of such internal financial controls, 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 judgement, including the assessment of the risks of material misstatement of the standalone 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 with reference to standalone financial statements.

### **Meaning of Internal Financial Controls with Reference to Standalone Financial Statements**

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

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**Inherent Limitations of Internal Financial Controls with Reference to Standalone Financial Statements**

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial controls with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**PLACE: NEW DELHI**  
**DATE: 30<sup>th</sup> MAY 2023**

**FOR K. N. GUTGUTIA & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN 304153E**

**Sd/-**  
**(B.R. GOYAL)**  
**PARTNER**  
**M. NO. 12172**



# M/s. LATTEYS INDUSTRIES LIMITED

(Formerly known As Latteys Industries Pvt. Ltd./Latteys Pumps Industries Pvt. Ltd.)

Reg. Off:- Plot No. 16. Phase -1/2, GIDC Naroda, Ahemdabad, Gujrat - 382330

CIN: L29120GJ2013PLC074281

## Balance Sheet as at 31st March, 2023

Particulars	Note No.	Figures as at the end of previous reporting year 31st March, 2023 (Rs. In Lacs)	Figures as at the end of previous reporting year 31st March 2022 (Rs. In Lacs)
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share Capital	1	1,149.92	459.97
(b) Reserves and Surplus	2	534.09	1,093.21
(c) Money Received Against Share Warrants		-	-
<b>2 Share application money pending allotment</b>			
<b>3 Non-current liabilities</b>			
(a) Long-term Borrowings	3	96.40	136.78
(b) Deferred Tax Liabilities (Net)	12	-	-
(c) Other Long Term Liabilities	4	6.00	6.00
(d) Long-term Provisions	5	24.48	15.63
<b>4 Current liabilities</b>			
(a) Short-term Borrowings	6	1,134.66	1,085.69
(b) Trade Payables	7	1,261.93	1,181.01
(c) Other Current Liabilities	8	144.77	135.20
(d) Short-term Provisions	9	60.73	47.06
<b>TOTAL</b>		<b>4,412.98</b>	<b>4,160.54</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant & Equipment	10		
(i) Property, Plant & Equipment		641.50	556.00
(ii) Intangible Assets		-	-
(iii) Capital Work-in-progress		-	-
(iv) Intangible Assets Under Development		7.37	6.87
(b) Non-current Investments	11	180.79	181.20
(c) Deferred Tax Assets (net)	12	27.20	18.88
(d) Long-term Loans and Advances			
(e) Other non-current Assets	13	14.26	14.51
<b>2 Current assets</b>			
(a) Current Investments			
(b) Inventories	14	2,055.00	2,340.00
(c) Trade Receivables	15	1,276.16	789.44
(d) Cash and Cash Equivalents	16	7.06	20.61
(e) Short-term Loans and Advances	17	180.67	222.07
(f) Other Current Assets	18	22.96	10.96
<b>TOTAL</b>		<b>4,412.98</b>	<b>4,160.54</b>

Significant Accounting Policies and Notes to Accounts (A)

As per Our Reports of Even Date Attached

**FOR K. N. GUTGUTIA & COMPANY**  
Chartered Accountants

**For M/s. Latteys Industries Limited**

Sd/-  
CA B. R. GOYAL  
Partner  
M.NO. 012172  
FRN . 034153E  
UDIN:

Sd/-  
Kapoor Chand Garg  
Managing Director  
DIN: 00434621

Sd/-  
Pawan Garg  
Whole Time Director  
DIN: 00434836

PLACE : Delhi  
Date : 30th May, 2023

Sd/-  
Sonika Jain  
Company Secretary

Sd/-  
Sumit Goel  
Chief Financial Officer



# M/s. LATTEYS INDUSTRIES LIMITED

(Formerly known As Latteys Industries Pvt. Ltd./Latteys Pumps Industries Pvt. Ltd.)

Reg. Off:- Plot No. 16. Phase -1/2, GIDC Naroda, Ahemdabad, Gujrat - 382330

CIN: L29120GJ2013PLC074281

## Profit and loss statement for the Period ended 31st March, 2023

Particulars	Note No.	Figures as at the end of previous reporting year 31st March, 2023 (Rs. In Lacs)	Figures as at the end of previous reporting year 31st March 2022 (Rs. In Lacs)
I. Revenue From Operations	19	5,247.94	4,085.18
II. Other Income	20	117.66	56.68
<b>III. Total Income (I + II)</b>		<b>5,365.60</b>	<b>4,141.86</b>
<b>IV. Expenses:</b>			
Cost of Materials Consumed	21	3,484.68	3,015.90
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	529.16	16.91
Employee Benefits Expense	23	450.59	390.60
Finance Costs	24	121.12	108.36
Depreciation and Amortization Expense	10	105.95	81.49
Other Expenses	25	491.92	387.62
<b>Total Expenses</b>		<b>5,183.42</b>	<b>4,000.88</b>
<b>V. Profit before exceptional and extraordinary items and tax (III-IV)</b>		182.17	140.98
VI. Exceptional Items		-	-
VII. Profit Before Extraordinary Items and Tax (V - VI)		182.17	140.98
VIII. Extraordinary Items		-	-
<b>IX. Profit Before Tax (VII- VIII)</b>		182.17	140.98
X Tax Expense:			
(1) Current tax		57.00	42.24
(2) Prior Period Tax		2.65	-
(3) Deferred Tax Assets/(Liabilites)		8.32	4.74
XI Profit (Loss) for the period from continuing operations (IX-X)		130.84	103.48
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
<b>XIV Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		-	-
<b>XV Profit (Loss) for the period (XI + XIV)</b>		<b>130.84</b>	<b>103.48</b>
XVI Earnings Per Equity Share:	29		
(1) Basic		0.23	0.18
(2) Diluted		0.23	0.18

Significant Accounting Policies and Notes to Accounts  
As per Our Reports of Even Date Attached

**FOR K. N. GUTGUTIA & COMPANY**  
**Chartered Accountants**

(A)

**For M/s. Latteys Industries Limited**

Sd/-  
CA B. R. GOYAL  
Partner  
M.NO. 012172  
FRN . 034153E  
UDIN:

Sd/-  
Kapoor Chand Garg  
Managing Director  
DIN: 00434621

Sd/-  
Pawan Garg  
Whole Time Director  
DIN: 00434836

PLACE : Delhi  
Date : 30th May, 2023

Sd/-  
Sonika Jain  
Company Secretary

Sd/-  
Sumit Goel  
Chief Financial Officer



# M/s. LATTEYS INDUSTRIES LIMITED

## SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

### A) SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED ON 31.03.2023

#### a. Accounting Basis and Convention :

The financial statements have been prepared to comply with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2015 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

#### b. Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

#### c. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

#### d. Fixed Assets :

Fixed Assets, are stated at cost less accumulated depreciation. The cost of the assets comprise its purchase price, borrowing cost and any other cost directly attributable to bringing the asset to its working condition for its intended use. When significant parts of Property, Plant & Equipment are required to be replaced at intervals, the company recognizes such part as individual assets with specific useful lives and depreciates them accordingly. Subsequently expenditures related to an item of asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing Property, Plant & Equipment including day-to-day repairs 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.

#### e. Depreciation and Amortisation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value Method based on the useful lives of respective assets as estimated by the management and/or based on the useful life prescribed in Schedule II to the Companies Act, 2013. The Identified components are depreciated over their useful lives as estimated by the management.

#### f. Inventories :

The raw material is valued at cost and finished goods valued at cost or market price whichever is less as per last year practice.

#### g. Investments :

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

#### h. Revenue Recognition :

a) Sale of Goods: Sales Revenue is recognized based on the nature of activity, when consideration can be reasonably measured and there exists reasonable certainty of its recovery and substantial risks and rewards of ownership are transferred to the buyer under the terms of the contract.

b) Revenue from Services: Revenue from Services are accounted as and when the service is performed.

c) Other item of income are accounted as and when right to receive arises.

#### i. Employee Benefit

i). Employee benefits of short term nature are recognized as expense as and when it accrues. Employee benefits of long term nature are recognized as expenses based on actuarial valuation using projected unit credit method.

ii). Contributions are made to Provident Fund and Employees State Insurance as per the provisions of Provident Fund Act and ESI Act respectively and are charged to the Statement of Profit and Loss. The Company has no further obligations beyond its monthly contributions to the respective funds.

#### j. Borrowing Cost :

i). Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use.

ii). Other Borrowing costs are recognised as expense in the period in which they are incurred.

**k. Taxation :**

Income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of Income-tax. Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of being reversal in one or more subsequent periods.

Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company review the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

**l. Provision**

Provisions are recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources embodied economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

**m. Government grants, subsidies and export incentives**

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Government grants in the nature of promoters' contribution like investment subsidy, where no repayment is ordinarily expected in respect thereof, are treated as capital reserve. Government grants in the form of non-monetary assets, given at a concessional rate, are recorded on the basis of their acquisition cost. In case the non-monetary asset is given free of cost, the grant is recorded at a nominal value.

Other government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

**n. Earning Per Share**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**o. Research and development expenses**

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Fixed assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for Tangible Fixed Assets and Intangible Assets.

**p. Reclassification**

Previous period figures have been reclassified/regrouped, wherever necessary to conform to this year's classification. Figures have been rounded off to nearest rupee. Previous period figures are not comparable as constitute less than a year.

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**For M/s. Latteys Industries Limited**

Sd/-  
Kapoor Chand Garg  
Managing Director  
DIN: 00434621

Sd/-  
Pawan Garg  
Whole Time Director  
DIN: 00434836

Sd/-  
Sonika Jain  
Company Secretary

Sd/-  
Sumit Goel  
Chief Financial Officer

**B) NOTES FORMING PART OF BALANCE SHEET FOR THE PERIOD ENDED ON 31ST MARCH, 2023**

1 Share Capital	As at 31 March, 2023		As at 31 March, 2022	
	Number	Rs. (in Lacs)	Number	Rs. (in Lacs)
<b>Authorised</b> 57500000, Equity Shares of Rs. 2 each (5000000, Equity Shares of Rs. 10 each)	5,75,00,000	1,150.00	50,00,000	500.00
<b>Issued</b> 57495825, equity shares of Rs 2 each (4599666 Equity Shares of Rs. 10 each)	5,74,95,825	1,149.92	45,99,666	459.97
<b>Subscribed &amp; Fully Paid up</b> 57495825, equity shares of Rs 2 each (4599666 Equity Shares of Rs. 10 each)	5,74,95,825	1,149.92	45,99,666	459.97
<b>Subscribed but not fully Paid up</b>	-	-	-	-
<b>Total</b>	<b>5,74,95,825</b>	<b>1,149.92</b>	<b>45,99,666</b>	<b>459.97</b>

The Authorised Share Capital of the company was ₹ 5,00,00,000 (divided into 50,00,000 Equity Shares with of Rs. 10/-each). Paid UP & Subscribed Capital of the Company was ₹ 4,59,96,660 (divided into 45,99,666 Equity Shares with of Rs. 10/-each) as on 01.04.2022. The Company has increase Authorised Share Capital from ₹ 5,00,00,000 (divided into 50,00,000 Equity Shares with of Rs. 10/-each) to ₹ 11,50,00,000 (divided into 1,15,00,000 Equity Shares with of Rs. 10/-each) on 20.09.2022 with the approval of Shareholders. Therefore, Company has capitalized its profit into Shares and issued Bonus Shares to its shareholders on the basis of three (3) bonus shares for every two (2) equity shares held on the entitlement date. The Bonus was subsequently approved by the shareholders via an Annual General Meeting in 2022. Bonus Shares was credited to shareholder account on 22nd October 2022. Subsequently On 11.02.2023, the Company has split the face value of equity share from Rs. 10/- to Rs. 2/- per equity share with the approval of shareholders (Approval was taken on 02.01.2023). After consideration of the split of the face value of Equity Shares, Authorized Share Capital is 11,50,00,000 (divided into 5,75,00,000 equity shares with Rs. 2/- each) and paid-up share capital of the company is 11,49,91,650 (divided into 5,74,95,825 with Rs. 2/- each).

1(a) Reconciliation of Share Capital	Equity Shares		Preference Shares	
	Number	Rs. (in Lacs)	Number	Rs. (in Lacs)
Shares outstanding at the beginning of the year	45,99,666	459.97	-	-
Shares Issued during the year				
- Bonus Issue	68,99,499	689.95		
	<b>1,14,99,165</b>	<b>1,149.92</b>		
Shares Split (New Face Value Rs. 2 each)	5,74,95,825	1,149.92		
Shares bought back during the year	-	-		
Shares outstanding at the end of the Period	<b>5,74,95,825</b>	<b>1,149.92</b>	-	-

1(b) - Details of Shareholders holding more than 5% shares in the company	As at 31 March, 2023			As at 31 March, 2022	
	No. of Shares held	% of Holding	% Change during the Year	No. of Shares held	% of Holding
1 Kapoor Chand Garg	3,64,51,125	63.40%	0.00%	29,16,090	63.40%
2 Vinodsingh Narayansingh Rathore	-	0.00%	-5.65%	2,60,000	5.65%
<b>Total</b>	<b>3,64,51,125</b>	<b>63.40%</b>	<b>-5.65%</b>	<b>31,76,090</b>	<b>69.05%</b>

1(c) - Shares Held by Promoters at the end of the Year (Equity Share)	As at 31 March, 2023			As at 31 March, 2022	
	No. of Shares held	% of Holding	% Change during the Year	No. of Shares held	% of Holding
1 Kapoor Chand Garg	3,64,51,125	63.40%	0.00%	29,16,090	63.40%
2 Pawan Garg	15,70,875	2.73%	1.48%	1,93,670	4.21%
3 Jawala Parsad Garg	22,31,250	3.88%	0.00%	1,78,500	3.88%
4 Kapoor Garg HUF	6,51,250	1.13%	0.00%	52,100	1.13%
5 Pawan Garg HUF	2,18,825	0.38%	0.00%	17,506	0.38%
6 Saroj Garg	1,61,250	0.28%	0.00%	12,900	0.28%
7 Anu Garg	1,61,250	0.28%	0.00%	12,900	0.28%
<b>Total</b>	<b>4,14,45,825</b>	<b>72.08%</b>	<b>1.48%</b>	<b>33,83,666</b>	<b>73.56%</b>

2 Reserves & Surplus	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
A. Securities Premium		
Opening Balance	642.93	642.93
± Less : Premium Utilised for various reasons	642.93	
For Issuing Bonus Shares		
Closing Balance	-	642.93
B. Surplus		
Opening Balance	450.27	346.79
(-) Assets Written Off/other	-	-
(+) Net Profit/(Net Loss) For the current year	130.84	103.48
(+) Transfer from Reserves	-	-
(-) Utilised for Issuing Bonus Share	(47.02)	-
Closing Balance	<b>534.09</b>	<b>450.27</b>
<b>Total</b>	<b>534.09</b>	<b>1,093.21</b>

3 Long Term Borrowings	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
<b>(a) Long Term Maturity of Term loans</b>		
<b>HDFC Bank - Car Loans</b>		
HDFC Bank - (Toyota Innova)	4.73	10.64
<i>Repayable in 39 EMI of Rs 54180/= starting from 05.10.2021 and the last instalment will be falling due on 05.12.2024. @7.40% p.a.</i>		
<b>HDFC Bank - Term Loan</b>		
(I) <i>Rs. 82.20 Lac, Repayable in 68 EMI starting from 07.11.2017 and the last instalment will be falling due on 07.06.2023 @7.75% p.a. and this loan is also closed through taken over by ICICI Bank and NOC dated 29/09/2022 ref. no. FC2109220241</i>	-	4.19
(II) <i>Rs. 225.85 Lac, Repayable in 36 EMI starting from 07.07.2021 and the last instalment will be falling due on 07.06.2024 @ 8.25% and this loan is also closed at 29/09/2022 by NOC ref. no. FC2109220241</i>	-	100.91
<b>Deutsche Bank (Term Loan)</b>		
<i>Rs. 50 Lacs, Repayable in 61 EMI of ₹ 78462/= starting from 05.11.2017 and the last instalment will be falling due on 05.02.2025. @9.25% p.a. and this loan is also closed at 10/03/2023 by NOC issued from Bank.</i>	-	21.03
<b>ICICI Bank (Term Loan)*</b>		
<i>ICICI TL - 603090023540</i>	91.67	-
<i>Repayable in 36 EMI of Rs 416666/= starting from 31.01.2023 and the last instalment will be falling due on 01.02.2026. @9.0% p.a.</i>		
<b>Total</b>	<b>96.40</b>	<b>136.78</b>

<b>Unsecured</b>		
(a) Loans and advances from related parties	-	-
(b) Loan from Directors	-	-
(b) Loan from Corporates & Others	-	-
<b>Total</b>	<b>96.40</b>	<b>136.78</b>

\* All ICICI Bank Term Loans are secured against Equitable mortgage of properties as:-

- Plot No. 16, Phase 1/2, GIDC Estate, Noroda, Ahmedabad-382330 in the name of Mr. Kapoor Chand Garg
- Plot No. 625, Phase-4, , GIDC Estate Naroda, Ahmedabad-382330, in the name of Latteys Industries Ltd.

<b>4 Other Long Term Liabilities</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
(a) Security Deposit (Rent)	6.00	6.00
<b>Total</b>	<b>6.00</b>	<b>6.00</b>

<b>5 Long Term Provisions</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
(a) Provision for employee benefits Gratuity (Unfunded)	24.48	15.63
<b>Total</b>	<b>24.48</b>	<b>15.63</b>

\* The gratuity provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment payable for each completed year of service. Vesting occurs upon completion of five continuous years of service. Company had made Gratuity Provision as per Actuarial Valuation

<b>6 Short Term Borrowings</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
<b>Secured</b>		
(a) Loans repayable on demand from ICICI Bank* (OD/CC)	1,078.75	970.95
(b) Current Maturity of Long Term Borrowings	5.91	114.74
(a) Loans repayable on demand from ICICI Bank*	50.00	-
<b>Total</b>	<b>1,134.66</b>	<b>1,085.69</b>

\* Cash Credit Limit of Rs. 12 Cr for Working capital needs of the company and Primarily secured against Stock and Debtors, Collateral Properties are

- Plot No. 16, Phase 1/2, GIDC Estate, Noroda, Ahmedabad-382330 in the name of Mr. Kapoor Chand Garg
- Plot No. 625, Phase-4, , GIDC Estate Naroda, Ahmedabad-382330, in the name of Latteys Industries Ltd.

<b>7 Trade Payables</b>					As at 31 March, 2023	As at 31 March, 2022
					<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
	Less Than-1 Year	1-2 Years	2-3 Years	More Than 3 Years		
(i) MSME	444.93	-	-	-	444.93	471.25
(ii) Sundry Creditors	810.70	0.72	0.82	4.76	817.00	709.76
(iii) Disputed Dues-MSME	-	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-	-
<b>Total</b>					<b>1,261.93</b>	<b>1,181.01</b>

<b>8 Other Current Liabilities</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
Advance from Customers	67.95	42.62
Expenses Payable	38.04	69.17
Wages, Salary & Other Benefits*	34.24	16.93
<b>Duties &amp; Taxes Payable</b>		
Ahmedabad Municipal Corporation	0.23	-
ESI & EPF Payable	0.91	1.15
TCS Payable	0.32	0.35
TDS Payable	3.09	4.99
<b>Total</b>	<b>144.77</b>	<b>135.20</b>

\*Wages and Salary Payable has been netoff with the Advances to Employee

<b>9 Short Term Provisions</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
Audit Fees Payable	3.20	3.20
Provision for Tax	57.00	42.24
Short Term Obligation (Gratuity)	0.48	0.28
Interest Accrued but Not Due*	0.06	1.34
<b>Total</b>	<b>60.73</b>	<b>47.06</b>

\* Interest Accrued but Not Due is Interest part on loans availed by the company for Part Month of March which is due in April.

<b>11 Non-current investments</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
Birla Sun Life Insurance*	42.33	42.33
Advance Against Industrial Property	111.00	111.00
Fixed Deposit for Tender	26.51	26.67
FDR For VAT	0.95	1.19
<b>Total</b>	<b>180.79</b>	<b>181.20</b>

\* Company had taken insurance on the life of its Two Key Directors and Value are shown at Cost due to unavailability of information from Birla Sun Life Insurance

<b>12 Deferred Tax Assets/ Liabilities</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
(a) <b>Deferred Tax Liabilities</b> on Property, Plant, Equipments & Intangible Assets	-	-
(a) <b>Deferred Tax Assets</b> on Property, Plant, Equipments & Intangible Assets	27.20	18.88
<b>Total</b>	<b>27.20</b>	<b>18.88</b>

<b>13 Other Non Current Assets</b>	As at 31 March, 2023	As at 31 March, 2022
	<b>Rs. (in Lacs)</b>	<b>Rs. (in Lacs)</b>
<b>Security Deposits</b> Security Deposits-Unsecured Considered Good	14.26	14.51
<b>Total</b>	<b>14.26</b>	<b>14.51</b>

14 Inventories	As at 31 March, 2023		As at 31 March, 2022	
	Rs. (in Lacs)		Rs. (in Lacs)	
a. Raw Materials and components		1,599.31		1,355.15
b. Work-in-progress		113.37		
c. Finished goods				
Stock in Hand		342.32		947.89
Stock in Transit		-		36.95
Total Finished Stock		342.32		984.84
<b>Total</b>		<b>2,055.00</b>		<b>2,340.00</b>

15 Trade Receivables		Less Than 6 Months	6 Months -1Year	1-2 Years	2-3 Years	More than 3 Years	As at 31 March, 2023		As at 31 March, 2022	
							Rs. (in Lacs)		Rs. (in Lacs)	
(i) Sundry Debtors		989.95	88.56	75.35	18.49	103.81	1,276.16		789.44	
(ii) Undisputed Trade Receivables-Considered Doubtful		-	-	-	-	-	-		-	
(iii) Disputed Trade Receivables-Considered Good		-	-	-	-	-	-		-	
(iv) Disputed Trade Receivables-Considered Doubtful		-	-	-	-	-	-		-	
<b>Total (A)</b>							<b>1,276.16</b>		<b>789.44</b>	

16 Cash and cash equivalents	As at 31 March, 2023		As at 31 March, 2022	
	Rs. (in Lacs)		Rs. (in Lacs)	
a. Balances with banks (HDFC-3195 & ICICI -8881 & ICICI -0039)		4.18		(0.00)
b. Cheques, drafts on hand		-		-
c. Cash In hand		2.88		20.61
<b>Total</b>		<b>7.06</b>		<b>20.61</b>

17 Short-term loans and advances	As at 31 March, 2023		As at 31 March, 2022	
	Rs. (in Lacs)		Rs. (in Lacs)	
(b) Others				
Advance to Suppliers		23.28		19.08
Advance Tax		35.00		8.00
IGST Export Refund		46.95		-
GST Input		75.44		194.99
<b>Total</b>		<b>180.67</b>		<b>222.07</b>

18 Other Current assets (specify nature)	As at 31 March, 2023		As at 31 March, 2022	
	Rs. (in Lacs)		Rs. (in Lacs)	
Prepaid Expenses		2.32		4.07
Rent Receivable		-		2.16
Interest Receivable		1.25		0.81
TDS on GST		-		0.58
TDS Receivable		3.46		2.75
TCS Receivable		0.25		0.59
Staff Advances		15.68		-
<b>Total</b>		<b>22.96</b>		<b>10.96</b>

19 Revenue From Operation	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
Sale of products Net Off Return	3,184.57	2,434.76
Export Sales	2,063.37	1,650.43
Sales to Exporter (GST Concession)	-	-
Job Work Income	-	-
<b>Total</b>	<b>5,247.94</b>	<b>4,085.18</b>

  

20 Other Income	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
Interest Income	1.47	0.72
Damage, Repair & Other Charges	(0.04)	0.05
Incentive Drawback Income	45.73	19.86
Profit on Sale of Fixed Assets	0.52	-
Miscellaneous Income	0.18	0.39
Foreign Exchange Fluctuation Gain/Loss	45.79	10.13
Rental income	24.00	25.54
<b>Total</b>	<b>117.66</b>	<b>56.68</b>
Interest Income Comprise Interest from:		
: Others- FDR with Banks	1.47	0.50
: Others- Security Deposit with UGVCL	-	0.22

  

21 Cost of Material Consumed	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
Opening Stock of Raw Material	1,355.15	1,087.76
Purchases during the year (Net off Return & Discount)	3,728.84	3,283.29
Less: Closing Stock of Raw Material	1,599.31	1,355.15
<b>Total</b>	<b>3,484.68</b>	<b>3,015.90</b>

  

22 Changes in Inventories of finished goods, work- in-progress, Stock in Trade and Intermediaries	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
<u>Finished Goods and WIP</u>		
Opening Stock	984.84	1,001.75
Closing Stock	(455.68)	(984.84)
<b>Total</b>	<b>529.16</b>	<b>16.91</b>

  

23 Employee Benefits Expense	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
(a) Salaries & Wages & Labour Charges	382.78	326.64
(b) Provident fund/ Employee State Insurance And Labour Welfare Fund	6.42	7.71
(c) Gratuity fund contributions	9.06	7.73
(d) Grauity paid to Employees	1.14	0.88
(e) Staff welfare expenses	6.31	4.28
(f) Contribution to Labour Welfare Fund	-	0.04
(g) Bonus on Salary	6.48	4.92
(h) Director remuneration	38.40	38.40
<b>Total</b>	<b>450.59</b>	<b>390.60</b>

  

24 Finance Cost	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
Interest Expense	88.90	101.11
Other Borrowing Costs Including Processing Fees & Bank Charges	32.22	7.26
<b>Total</b>	<b>121.12</b>	<b>108.36</b>

  

25 Other Expenses	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
<b><u>DIRECT EXPENSES</u></b>		
Calibration Expenses	0.59	0.10
Consumable Stores	47.57	40.46
Freight Inward	13.78	38.63
Job Work Charges	59.98	54.94
Power & Fuel	30.83	27.73
Material & Pump Testing	7.76	11.38
Tools & Die Expenses	28.70	23.00
Import Duty	8.48	5.79
Rate Difference in Purchase & Sale	(9.84)	(2.11)
<b>Total Direct Expenses (A)</b>	<b>187.83</b>	<b>199.90</b>

<b>INDIRECT EXPENSES</b>		
Advertisement & Publicity	4.06	0.58
Payment to Auditors	3.20	3.20
BIS Marking & Licence Fee	2.43	2.64
Bad Debts	0.11	4.91
Commission on Sales & Purchase	12.50	12.25
Conveyance, Fuel & Diesel	17.02	13.07
CDSL Fees, NSDL Fees, NSE Fees & NSIC Fees, GIDC	4.09	0.34
Disallowed Input Tax Credit	-	0.20
Discount and Scheme on Sales	15.58	12.42
Festival Expense	1.08	3.12
Freight Outward	70.53	8.75
GST not received from party	-	1.01
Insurance Expenses	1.79	2.62
Interest On Late Payments to Creditors	2.89	-
Interest & Penalties on Duty & Taxes	3.38	2.54
Membership Fees & Subscription Charges	1.40	1.05
Miscellaneous Expenses	5.07	0.74
Municipal Taxes	2.42	1.94
Office Expenses	8.54	4.89
Office & Godown Rent (All Branches)**	33.55	27.90
Postal Expenses	1.28	0.35
Printing & Stationery Expenses	2.06	1.16
Professional Expenses	13.69	16.07
Prior Period Expenses ***	1.09	4.17
Repair & Maintenance	37.72	25.13
ROC Fees	7.97	0.17
Sale Promotion Expenses	14.42	7.77
Services Charges	0.51	-
Short & Excess	(0.40)	(0.09)
Tax Expenses	-	0.70
Telephone Expenses	0.77	0.83
Tender Charges	0.51	0.15
Tour & Travelling Expenses & Conveyance (Including Lodging Charges)	33.33	26.32
VAT Credit Disallowed (Assessment)	0.06	0.22
Water Expenses (Branch)	0.72	0.17
Weight Charges	0.73	0.45
<b>Total InDirect Expenses (B)</b>	<b>304.09</b>	<b>187.72</b>
<b>Total (A+B)</b>	<b>491.92</b>	<b>387.62</b>

**\*\*\* Prior Period Items**

Turnover Discount	1.49	2.16
Sales Promotion	-	2.50
Bank Charges	-	(0.50)
Misc Expenses	-	0.01
GST Input credit not availed	-	-
	<b>1.49</b>	<b>4.17</b>

26 Payment to Auditors includes	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
a) Audit Fees		
- Statutory and Tax Audit Fees	2.80	2.80
b) Others		
- Other Matters (including Internal Auditors)	0.40	0.40
<b>Total</b>	<b>3.20</b>	<b>3.20</b>

27 Related Party		
a) Directors	b) Other Related Party of KMP	
(i) Kapoor Chand Garg	(i) Fortune Telenet Pvt Ltd	
(ii) Pawan Garg	(ii) Harish Aggarwal	
	(iii) Seema Aggarwal	

28 Disclosure of Related Party Transactions	Related Party	As at 31 March, 2023	As at 31 March, 2022
		Rs. (in Lacs)	Rs. (in Lacs)
Remuneration Paid	Refer 27(a)(i)	19.20	19.20
Remuneration Paid	Refer 27(a)(ii)	19.20	19.20
Rent Paid	Refer 27(a)(i)	15.75	9.00
Rent Paid	Refer 27(a)(ii)	2.22	2.22
Loans (Liability) (Taken during the year)	Refer 27(a)(ii)	-	15.10
Commission on Sales Paid	Refer 27(b)(ii)	-	3.62
Commission on Sales Paid	Refer 27(b)(iii)	8.22	8.63

29 Earning Per Share	As at 31 March, 2023	As at 31 March, 2022
	Rs. (in Lacs)	Rs. (in Lacs)
Profit & Loss for the year	130.84	103.48
Number of Equity Share outstanding	574.96	574.96
Earning Per Share	0.23	0.18

**30 Court Cases : Against Company**

Management Representation received from company there is no Legal case pending against the company

**Court Cases : Filed by the company**

Management Representation received from company that there are Nine Legal case which are filed by the Company

1) KANIS PUMPS AND CABLE MR. BALA CHANDRAN : Cheque Return 3,89,984/- DT 15.11.2017 Complaint Filed U/S 138 Read With 142 of Negotiable Instruments Act in the Metropolitan Magi. Court at Ahmedabad.

Company has also filed case with MSME for outstanding amount of Rs. 3,89,984/- on 22.04.2022, 2022 With application number Application No.: UDYAM-GJ-01-0026240/S/00004, which are still pending for hearing

2) MANIPAL TRADERS (RANCHI) MR. TAPANKUMAR SHAH : Cheque Return 76,924/- DT 15.11.2017 Complaint Filed U/S 138 Read With 142 of Negotiable Instruments Act in the Metropolitan Magi. Court at

3) KSK TRADING PARTNER Cheque Return 1,27,666/- Complaint Filed U/S 138 Read With 142 of Megotiable Instruments Act in the Metropolitan Magi. Court at Ahmedabad.

4) SRI MANJUNATHA ELECTRICALS : Company has filed case with MSME for outstanding amount of Rs. 3,19,077/- on 22.04.2022 With application number Application No.: UDYAM-GJ-01-0026240/S/00001, which are still pending for hearing. As 1st hearing has been done on 22th February but opponnet was not present.

5) GANAPATI DISTRIBUTORS : Company has filed case with MSME for outstanding amount of Rs 3,89,952/- on 22.04.2022 With application number Application No.: UDYAM-GJ-01-0026240/S/00002, which are still pending for hearing. As 1st hearing has been done on22th February but opponnet was not present

6) LAXMI TRADERS : Company has filed case with MSME for outstanding amount of Rs. 4,41,188/- on 22.04.2022 With application number Application No.: UDYAM-GJ-01-0026240/S/00003, which are still pending for hearing.

7) SAFARI SPARES : Company has filed case with MSME for outstanding amount of Rs 3,14,854/- on 08.09.2022 With application number Application No.: UDYAM-GJ-01-0026240/S/00005, which are still pending for hearing.

8) JAISWAL SANITARY : Company has filed case with MSME for outstanding amount of Rs. 2,22,150/- on 02.03.2023 With application number Application No.: UDYAM-GJ-01-0026240/S/00006, which are still pending for documentation and hearing .

9) SHRI BALAJI AGRO SALES & SERVICES : Company has filed case with MSME for outstanding amount of Rs. 3,26,866/- on 02.03.2023 With application number Application No.: UDYAM-GJ-01-0026240/S/00007, which are still pending for documentation and hearing .

**31 Contingent Liability**

\* As per Management representation considering the trend in Submersible Pump Industry and verbal agreements between company and Sundry Creditors that payment terms are 90 days to 120 days normally, therefore company neither Paid any interest to creditors nor made any Provision, However as per MSME Act Sundry Creditors more than 45 days (Considered only whooes MSME Certificates are received by the company ) are Rs. 4,44,93,020/- and considering fifteen days grace period calculated Interest to MSME is Rs. 22,97,482/-.

\* There is demand outstanding on the income tax portal for AY 2020-21, Rs. 2672794/-(including accrued interest) and for AY 2018-19, Rs. 303740/- (including accrued interest) however management disagree with the demand and reply is filed with the IT department, reply awaited.

**For M/s. Latteys Industries Limited**

Sd/-  
**Kapoor Chand Garg**  
Managing Director  
DIN: 00434621

Sd/-  
**Pawan Garg**  
Whole Time Director  
DIN: 00434836

Sd/-  
**Sonika Jain**  
Company Secretary

Sd/-  
**Sumit Goel**  
Chief Financial Officer

# M/s. LATTEYS INDUSTRIES LIMITED

(Formerly known As Latteys Industries Pvt. Ltd./Latteys Pumps Industries Pvt. Ltd.)

Reg. Off:- Plot No. 16. Phase -1/2, GIDC Naroda, Ahemdabad, Gujrat - 382330

CIN: L29120GJ2013PLC074281

## Additional Regulatory Information

PARTICULARS	REMARKS																		
[1] Title deeds of Immovable Property not held in name of the Company	Not Applicable																		
[2] Where the Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017.	Not Applicable																		
[3] Following disclosures shall be made where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are: (a) repayable on demand or (b) without specifying any terms or period of repayment	Not Applicable																		
[4] Capital-Work-in Progress (CWIP)	No, Project under CWIP																		
[5] Intangible Assets under Development	Schedule as below																		
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;"></th> <th colspan="5" style="text-align: center;">Amount in CWIP for a period of</th> </tr> <tr> <th style="text-align: left;"><i>Projects in Progress</i></th> <th style="text-align: center;">Less than 1 Year</th> <th style="text-align: center;">1-2 Years</th> <th style="text-align: center;">2-3 Years</th> <th style="text-align: center;">More Than 3 Years</th> <th style="text-align: center;">Total</th> </tr> </thead> <tbody> <tr> <td>ERP-Under Development</td> <td style="text-align: right;">0.50</td> <td style="text-align: right;">6.87</td> <td style="text-align: center;">-</td> <td style="text-align: center;">-</td> <td style="text-align: right;">7.37</td> </tr> </tbody> </table>		Amount in CWIP for a period of					<i>Projects in Progress</i>	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total	ERP-Under Development	0.50	6.87	-	-	7.37	
	Amount in CWIP for a period of																		
<i>Projects in Progress</i>	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total														
ERP-Under Development	0.50	6.87	-	-	7.37														
[6] Details of Benami Property held	NIL																		
[7] Where the Company has borrowings from banks or financial institutions on the basis of security of current assets, it shall disclose the following:- (a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts. (b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed.	<p>The acknowledged copy of quarterly returns/ statements filed by the company with such banks are not made available to us for verification, as management have not obtained the acknowledged copy from concerned bankers, so we are not able to comment on whether the quarterly returns / statements filed by the company with such banks are in agreement or not with books of the accounts of the company.</p>																		
[8] Wilful Defaulter	NO																		
[9] Relationship with Struck off Companies	Not Applicable																		
[10] Registration of charges or satisfaction with Registrar of Companies: Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.	Not Applicable																		
[11] Compliance with number of layers of companies	Not Applicable																		

[12] Following Ratios to be disclosed:-

Schedule as below

Ratio	Formulla	FY-2022-23	Ratio	FY-2021-22	Ratio	% Change	Comment if % change is more than 25%
(a) Current Ratio	= $\frac{\text{Current Assets}}{\text{Current Liabilities}}$	$\frac{3,541.85}{2,602.09}$	1.36	$\frac{3,383.08}{2,448.96}$	1.38	-1.47%	NA
(b) Debt-Equity Ratio	= $\frac{\text{Long Term Debt} + \text{Short Term Debt}}{\text{Total Shareholder Fund}}$	$\frac{1,231.06}{1,684.01}$	0.73	$\frac{1,222.47}{1,553.17}$	0.79	-7.12%	NA
(c) Debt Service Coverage Ratio	= $\frac{\text{Net Operating Income (i.e. PBT Plus Depreciation+Interest on Long Term Loans Less Rental and Interest income.)}}{\text{Total Debt Service}}$	$\frac{11,36,662.78}{11,36,489.39}$	1.00	$\frac{2,45,27,536.18}{1,66,72,722.83}$	1.47	-32.01%	NA
(d) Return on Equity Ratio	= $\frac{\text{Net Income (i.e. Net Profit After Tax)}}{\text{Shareholder Fund.}} \times 100$	$\frac{130.84}{1,684.01}$	7.77%	$\frac{103.48}{1,553.17}$	6.66%	16.61%	NA
(e) Inventory turnover ratio	= $\frac{\text{Cost of Goods Sold}}{\text{Average Inventory}}$	$\frac{4,201.67}{2,197.50}$	1.91	$\frac{3,232.70}{2,214.75}$	1.46	30.99%	Due to Increase in Turnover and effective management of Inventory
(f) Trade Receivables turnover ratio	= $\frac{\text{Net Credit Sales}}{\text{Average Account Receivables}}$	$\frac{5,247.94}{1,032.80}$	5.08	$\frac{4,085.18}{6,63,99,885.11}$	0.00	8258908.34%	NA
(g) Trade payables turnover ratio	= $\frac{\text{Net Credit Purchase}}{\text{Average Account Payables}}$	$\frac{3,728.84}{1,221.47}$	3.05	$\frac{3,283.29}{9,30,48,365.45}$	0.00	8651343.27%	NA
(h) Net capital turnover ratio	= $\frac{\text{Total Sales}}{\text{Net Working Capital}}$	$\frac{5,247.94}{939.76}$	5.58	$\frac{4,085.18}{934.11}$	4.37	27.69%	Due to effective utilisation of Working Capital
(i) Net profit ratio	= $\frac{\text{Net Profit (i.e. Net Profit After Tax)}}{\text{Sales}} \times 100$	$\frac{130.84}{5,247.94}$	2.49%	$\frac{103.48}{4,085.18}$	2.53%	-1.58%	NA
(i) Return on Capital employed,	= $\frac{\text{EBIT}}{\text{Capital Employed.}} \times 100$ (i.e. Total Assets-Current Liability)	$\frac{88,89,759.83}{1,810.89}$	490905.46%	$\frac{2,42,09,084.69}{1,711.58}$	1414430.62%	-65.29%	NA
(k) Return on investment	= $\frac{\text{Net Income.}}{\text{Cost of Investment}}$				N.A.		

[13] Compliance with approved Scheme(s) of Arrangements

NOT APPLICABLE

[14] Utilisation of Borrowed funds and share premium

NOT APPLICABLE

For M/s. Latteys Industries Limited

Sd/-  
Kapoor Chand Garg  
Managing Director  
DIN: 00434621

Sd/-  
Pawan Garg  
Whole Time Director  
DIN: 00434836

Sd/-  
Sonika Jain  
Company Secretary

Sd/-  
Sumit Goel  
Chief Financial Officer

## **M/s. LATTEYS INDUSTRIES LIMITED**

(Formerly Known as M/s. LATTEYS INDUSTRIES PVT. LTD.)  
(Formerly Known as M/s. LATTEYS PUMPS INDUSTRIES PVT. LTD.)

Schedule-10

Rs. (in lacs)

Schedule of Property, Plant, Equipments & Intangible Assets as on 31.03.23

S.NO.	PARTICULARS	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
		AS ON 01.04.2022	ADD.	DEL./Sale	AS ON 31.03.2023	AS ON 01.04.2022	FOR THE PERIOD	ON DISPOSAL	UPTO 31.03.2023	W.D.V. AS ON 31.03.2023	W.D.V. AS ON 31.03.2022
<b><u>Tangible Assets</u></b>											
(I)	<b><u>LAND &amp; Building</u></b>										
1	Building Unit 1	192.97	0.99	-	193.95	73.76	12.25	-	86.01	107.94	119.20
2	Building Shed Unit 2	38.45	-	-	38.45	11.74	2.53	-	14.27	24.17	26.71
3	Land at Naroda(Factory)	158.87	-	-	158.87	-	-	-	-	158.87	158.87
	<b>Sub Total (A)</b>	<b>390.29</b>	<b>0.99</b>	<b>-</b>	<b>391.27</b>	<b>85.50</b>	<b>14.78</b>	<b>-</b>	<b>100.29</b>	<b>290.99</b>	<b>304.78</b>
(II)	<b><u>PLANT &amp; EQUIPMENT</u></b>										
1	Air Condition	4.77	3.39	-	8.16	3.21	0.94	-	4.15	4.01	1.56
2	Air Turbo Ventilator FAN	0.24	-	-	0.24	0.21	0.01	-	0.21	0.03	0.04
3	Barcode Printer	0.26	-	-	0.26	0.22	0.01	-	0.22	0.04	0.04
4	Cut Off Machine	0.07	-	-	0.07	0.04	0.01	-	0.05	0.02	0.03
5	Electrical Fitting	0.64	-	-	0.64	0.46	0.03	-	0.49	0.15	0.18
6	Face Device Machine	0.46	-	-	0.46	0.37	0.02	-	0.39	0.07	0.09
7	Fans	3.35	0.37	-	3.72	2.32	0.27	-	2.59	1.13	1.03
8	Mobile Telephone	2.78	0.22	-	3.00	1.48	0.29	-	1.77	1.23	1.31
9	Plant & Machinery	326.73	143.81	-	470.53	206.79	49.04	-	255.84	214.70	119.93
10	Power Panel	2.32	-	-	2.32	1.10	0.23	-	1.33	0.99	1.22
11	Printer	0.92	-	-	0.92	0.53	0.08	-	0.60	0.32	0.39
12	R.O. System	2.01	-	-	2.01	1.14	0.17	-	1.30	0.71	0.88
13	Refrigrator	0.14	-	-	0.14	0.11	0.00	-	0.12	0.02	0.02
14	Water Cooler	0.98	-	-	0.98	0.67	0.06	-	0.73	0.24	0.30
15	Welding Machine	0.04	-	-	0.04	0.02	0.00	-	0.03	0.01	0.02
16	Video Camera	7.85	0.78	-	8.64	5.65	0.57	-	6.22	2.41	2.20
17	Measurment Machine	0.18	-	-	0.18	0.12	0.01	-	0.13	0.05	0.06
18	Crane 1 TON	4.18	-	-	4.18	2.01	0.42	-	2.42	1.76	2.17
19	Tester for Hardness	0.40	-	-	0.40	0.19	0.04	-	0.23	0.17	0.21
20	Solar Power Generating System	17.20	-	-	17.20	9.07	1.57	-	10.64	6.56	8.13
21	Oven 4x4x6 FT	1.60	-	-	1.60	0.76	0.16	-	0.92	0.68	0.84
22	Inverter	0.23	-	-	0.23	0.08	0.03	-	0.10	0.13	0.15
	<b>Sub Total (B)</b>	<b>377.35</b>	<b>148.57</b>	<b>-</b>	<b>525.91</b>	<b>236.53</b>	<b>53.96</b>	<b>-</b>	<b>290.49</b>	<b>235.42</b>	<b>140.82</b>
(III)	<b><u>FURNITURE &amp; FIXTURES</u></b>										
1	Furniture & Fixtures	53.49	14.51	-	68.00	31.92	9.96	-	41.87	26.12	21.57
2	Patterns & Shapes (Including Dies)	136.16	18.14	-	154.31	67.30	16.81	-	84.12	70.19	68.86
	<b>Sub Total (C )</b>	<b>189.66</b>	<b>32.65</b>	<b>-</b>	<b>222.30</b>	<b>99.22</b>	<b>26.77</b>	<b>-</b>	<b>125.99</b>	<b>96.31</b>	<b>90.43</b>
(IV)	<b><u>COMPUTERS &amp; PRINTERS</u></b>										
1	Computer	12.16	1.94	-	14.11	11.06	1.80	-	12.86	1.25	1.10
2	Laptop	2.87	-	-	2.87	2.74	-	-	2.74	0.13	0.13
	<b>Sub Total (D)</b>	<b>15.03</b>	<b>1.94</b>	<b>-</b>	<b>16.97</b>	<b>13.80</b>	<b>1.80</b>	<b>-</b>	<b>15.60</b>	<b>1.38</b>	<b>1.23</b>
(V)	<b><u>VEHICLES</u></b>										
1	Mahindra Maxi Truck	3.37	-	-	3.37	3.08	-	-	3.08	0.28	0.28
2	Car (Maruti Suzuki S Cross)	9.16	-	9.16	-	8.52	0.16	8.68	-	-	0.64
3	Car (Mega XL)	6.17	-	-	6.17	5.03	0.40	-	5.43	0.74	1.14

4	Car (Tata Zest)	7.30	-	-	7.30	6.74	0.21	-	6.95	0.35	0.56
5	Car (Tata Nexon)	7.67	-	-	7.67	5.75	0.67	-	6.42	1.25	1.92
6	Car (Tata Innova)	20.56	-	-	20.56	6.85	4.57	-	11.41	9.15	13.72
7	Honda Bike	1.19	-	-	1.19	0.88	0.10	-	0.98	0.21	0.31
8	Honda Activa	0.72	-	-	0.72	0.55	0.06	-	0.61	0.11	0.17
8	Car (Maruti Swift VXI-1.2 L)	-	7.79	-	7.79	-	2.47	-	2.47	5.33	-
	<b>Sub Total (E)</b>	<b>56.13</b>	<b>7.79</b>	<b>9.16</b>	<b>54.77</b>	<b>37.39</b>	<b>8.64</b>	<b>8.68</b>	<b>37.36</b>	<b>17.41</b>	<b>18.74</b>
	<b>TANGIBLE ASSETS (A+B+C+D+E)</b>	<b>1,028.45</b>	<b>191.94</b>	<b>9.16</b>	<b>1,211.23</b>	<b>472.45</b>	<b>105.95</b>	<b>8.68</b>	<b>569.73</b>	<b>641.50</b>	<b>556.00</b>
	<b><u>Intangible Assests</u></b>										
	<b>(V) <u>SOFTWARE</u></b>										
1	ERP-Under Development	6.87	0.50	-	7.37	-	-	-	-	7.37	6.87
	<b>Sub Total (F)</b>	<b>6.87</b>	<b>0.50</b>	<b>-</b>	<b>7.37</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7.37</b>	<b>6.87</b>
	<b>INTANGIBLE ASSETS(F)</b>	<b>6.87</b>	<b>0.50</b>	<b>-</b>	<b>7.37</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7.37</b>	<b>6.87</b>
	<b>GRAND TOTAL</b>	<b>1,035.32</b>	<b>192.44</b>	<b>9.16</b>	<b>1,218.60</b>	<b>472.45</b>	<b>105.95</b>	<b>8.68</b>	<b>569.73</b>	<b>648.87</b>	<b>562.87</b>

**For M/s. Latteys Industries Limited**

Sd/-  
Kapoor Chand Garg  
Managing Director  
DIN: 00434621

Sd/-  
Pawan Garg  
Whole Time Director  
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