



GUJARAT POLY ELECTRONICS LIMITED

CIN: L21308GJ1989PLC012743

7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020
Ph: 022 - 2282 0048, E-mail: gpel@kilachand.com , Website: www.gpelindia.in

Date: 26th July, 2024

To
Head Listing Compliance
Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Company Code – 517288

Dear Sir/Ma'am,

Sub: 35th Annual Report of Gujarat Poly Electronics Limited

The 35th Annual General Meeting of the Company is scheduled to be held on Friday, 23rd August, 2024 at 11:00 a.m. through Video Conferencing (VC) / Other Audio-Visual Means (OAVM).

Further, in Compliance with Regulation 34(1) of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), copy of Annual Report for the financial year 2023-24 is attached herewith.

Annual Report is being sent to all the shareholders electronically whose email ids are registered with the Company or Registrar and Share Transfer Agent or their respective Depository Participants.

The AGM Notice and Annual Report are also available on the website of the Company at www.gpelindia.in

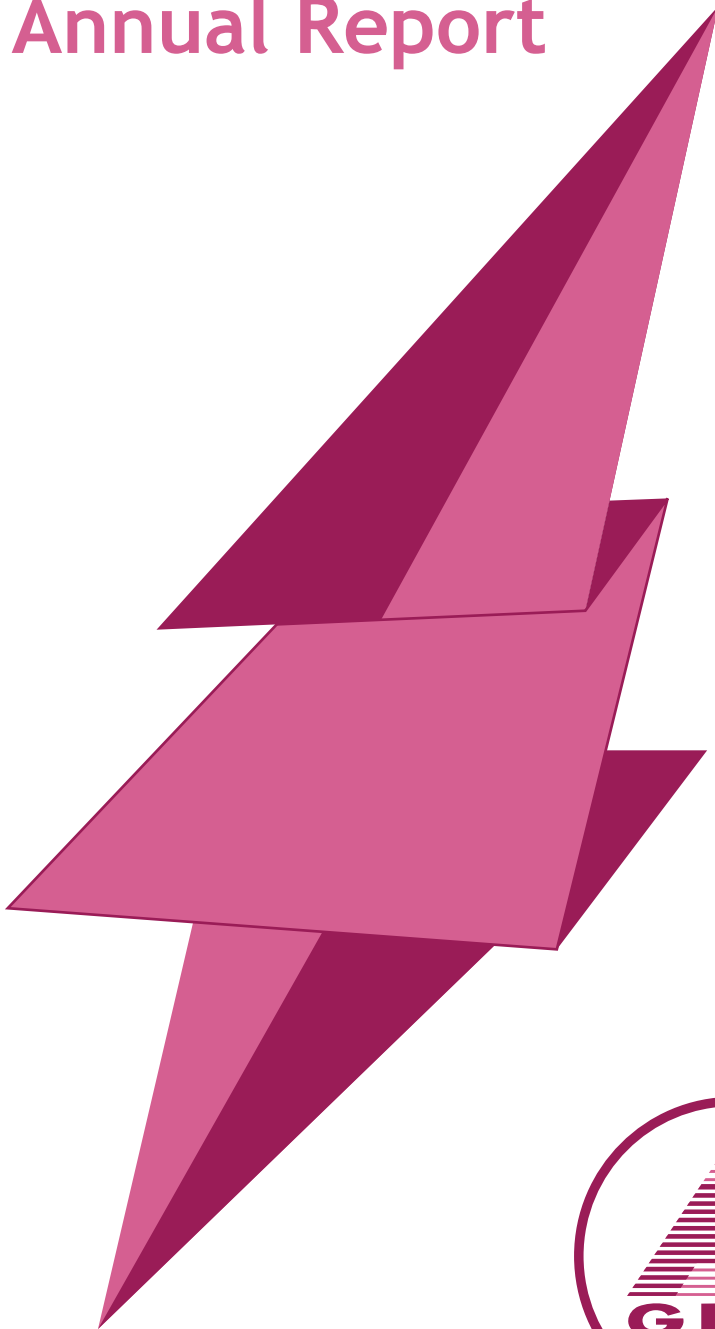
You are requested to kindly take this on record.

Yours faithfully,
For **Gujarat Poly Electronics Limited**

Nivedita Nambiar
Company Secretary & Compliance Officer
FCS: 8479

35th Annual Report

2023 - 2024



GUJARAT POLY ELECTRONICS LIMITED



GUJARAT POLY ELECTRONICS LIMITED

CIN: L21308GJ1989PLC012743

THIRTY FIFTH ANNUAL REPORT 2023-2024

ANNUAL GENERAL MEETING

Date: 23rd August, 2024

Time: 11:00 A.M.

Day: Friday

To be convened through VC / OAVM

BOARD OF DIRECTORS

Mr. T. R. Kilachand	(Executive Chairman)	(DIN: 00006659)
Mr. P. T. Kilachand	(Non-Executive Director)	(DIN: 00005516)
*Mr. A. H. Mehta	(Managing Director)	(DIN: 00005523)
Mr. C. K. Khushaldas	(Independent Director)	(DIN: 00260818)
Ms. S. A. Jhaveri	(Independent Director)	(DIN: 00029474)
Mr. R. P. Vahi	(Independent Director)	(DIN: 00033940)

*Ceased to be Director due to demise on 19th June, 2024.

COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. Nivedita Nambiar

CHIEF FINANCIAL OFFICER

Mr. H. H. Jani

STATUTORY AUDITOR

M/s. Mahendra N. Shah & Co.
(Chartered Accountants)

REGISTRAR & TRANSFER AGENTS

M/s. Link Intime India Pvt. Ltd.,
C-101, 1st Floor, 247 Park,
Lal Bahadur Shastri Marg,
Vikhroli (W), Mumbai 400 083.
Tel: 022 4918 6000
Email: rnt.helpdesk@linkintime.co.in
Website: www.linkintime.co.in

REGISTERED OFFICE AND WORKS

B-18, Gandhinagar Electronic Estate,
Gandhinagar 382 024, Gujarat.
Tel: 7935333658
Email: gpele@kilachand.com
Website: www.gpelindia.in

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NOTICE

Notice is hereby given that the **Thirty Fifth (35th) Annual General Meeting of the Members of Gujarat Poly Electronics Limited** will be held on **Friday, 23rd August, 2024 at 11:00 A.M. through Video Conferencing (VC)/Other Audiovisual Means (OAVM), to transact the following business:**

ORDINARY BUSINESS(ES):

1. To receive, consider and adopt the Audited financial statements of the Company for the financial year ended 31st March, 2024, including the Audited Balance Sheet as at 31st March, 2024, the Statement of Profit & Loss and Cash Flow Statement, for the year ended on that date and reports of the Board of Directors and Auditors thereon.
2. To appoint a director in place of Mr. T. R. Kilachand, (DIN 00006659), who retires by rotation, and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS(ES):

3. **Re-appointment of Mr. T. R. Kilachand, (DIN 00006659), as a Chairman and Whole Time Director designated as “Executive Chairman” of Company for a period of 3 (three) years.**

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

“RESOLVED THAT in supersession of the Resolution passed by the members of the Company at the 32nd Annual General Meeting held on 7th September, 2021 and pursuant to the provisions of Sections 196, 197 and Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 including, any statutory amendment, modification or re-enactment thereof, approval of shareholders of the Company be and is hereby accorded to re-appoint Mr. T. R. Kilachand, (DIN 00006659), as a Chairman and whole-time Director to be designated as 'Executive Chairman' of the Company entrusted with substantial powers of the Management, for a period of 3 years from 14th June, 2024 upon the terms and conditions including remuneration as set out in the explanatory statement annexed to the notice convening this Meeting, with liberty to the Board of Directors (hereinafter referred to as “the Board” which term shall be deemed to include the Committee of the Board) to alter and vary the terms and conditions of the said re-appointment and / or remuneration as it may deem fit and as may be acceptable to Mr. T. R. Kilachand, (DIN 00006659), subject to the same not exceeding the limits specified under Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment thereof.”

“RESOLVED FURTHER THAT in the event of any loss, absence or inadequacy of profits in any financial year, during the term of office of Mr. T. R. Kilachand, (DIN 00006659), the remuneration payable to him by way of salary, allowances, and perquisites shall not exceed the limits prescribed under the Companies Act, 2013, read with Schedule V or any amendment, modification, variation or reenactment thereof.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required to give effect to the aforesaid resolution”.

4. **To approve the increase in limits of granting loans, making Investments, giving guarantees or providing security from Rs. 15 crores to Rs. 35 crores.**

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

“RESOLVED THAT in supersession of the Resolution passed by the members of the Company at the 32nd Annual General Meeting held on 7th September, 2021 and pursuant to the provisions of Section 186 of the Companies Act, 2013, read with The Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time and other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof for the time being in force), if any, consent of the shareholders of the Company be and is hereby accorded to (a) give any loan to any person(s) or other body

corporate(s); (b) give any guarantee or provide security in connection with a loan to any person(s) or other body corporate(s); and (c) acquire by way of subscription, purchase or otherwise, securities including mutual funds of any other body corporate from time to time in one or more tranches as the Board of Directors as in their absolute discretion deem beneficial and in the interest of the Company, in excess of the limits prescribed under Section 186 of the Companies Act, 2013, subject however that the aggregate of the loans and investments so far made in and the amount for which guarantees or securities have so far been provided to all persons or bodies corporate along with the additional investments, loans, guarantees or securities proposed to be made or given or provided by the Company, from time to time, in future, shall not exceed a sum of Rs. 35 Crores (Rupees thirty-five crores only).”

“**RESOLVED FURTHER THAT** for the purpose of giving effect to the above, the board of directors of the Company be and are hereby severally authorized to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to all matters arising out of and incidental thereto and to sign and to execute deeds, applications, documents and file returns with Registrar of Companies, that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution.”

Registered Office:

B-18, Gandhinagar Electronic Estate,
Gandhinagar 382 024, Gujarat.

CIN: L21308GJ1989PLC012743

Tel: 7935333658

Email Id: gpel@kilachand.com

Website: www.gpelindia.in

By Order of the Board of Directors
For **Gujarat Poly Electronics Limited**

Nivedita Nambiar
Company Secretary & Compliance Officer
FCS No: 8479

Date: 6th May, 2024

Place: Mumbai

**NOTES:**

- a) An Explanatory Statement pursuant to section 102 of the Companies Act, 2013 relating to Special Business under Item Nos. 3 and 4 to be transacted at the meeting, is annexed hereto.
- b) Pursuant to the General Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 followed by Circular No. 20/2020 dated May 05, 2020, Circular No. 21/2021 dated December 14, 2021, Circular No. 02/2021 dated January 13, 2021, Circular No. 02/2022 dated May 5, 2022, Circular No. 10/2022 dated 28th December, 2022 and latest being Circular No. 09/2023 dated 25th September, 2023 (collectively referred as MCA Circulars) the Company is convening the 35th Annual General Meeting (AGM) through Video Conferencing (VC)/Other Audio Visual Means (OAVM), without the physical presence of the Members at a common venue.

Further, Securities and Exchange Board of India (SEBI) vide its Circular dated May 12, 2020, January 15, 2021, May 13, 2022, January 5, 2023 and October 7, 2023 (SEBI Circulars) and other applicable circulars issued in this regard, have provided relaxations from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations).

The deemed venue for the 35th AGM will be the place from where the chairman of the Company conducts the meeting.

- c) As the AGM shall be conducted through VC/OAVM, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. Hence, the proxy form and attendance slip are not annexed to this notice.
- d) The Members can join the AGM in the VC/OAVM mode 30 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice on page no. 10 to 14. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc.

who are allowed to attend the AGM without restriction on account of first come first served basis. The Members will be able to view the proceedings on the National Securities Depository Limited's ('NSDL') E-Voting website at www.evoting.nsdl.com.

- e) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
- f) 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 Circulars, the Company is providing facility of remote e-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 will be provided by NSDL.
- g) In line with the Ministry of Corporate Affairs (MCA) Circulars and SEBI Circulars, the Notice calling the AGM along with the Annual Report for Financial Year 2023-24 is sent in electronic form only to those Members whose email addresses are registered with the Company/Depositories as of 1st cutoff date i.e. 23rd July, 2024. The Notice calling the 35th AGM has been uploaded on the website of the Company at www.gpelindia.in. The Notice can also be accessed from the website of the Stock Exchange i.e., BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e., www.evoting.nsdl.com. Members who would like to obtain PDF copy on their email ID may write an email to gpel@kilachand.com. The Company shall send the physical copy of the Annual Report for FY 2023-24 only to those Members who specifically request for the same at gpel@kilachand.com.
- h) Ms. Ragini Chokshi of Ragini Chokshi & Co., Practicing Company Secretary (CP 1436) has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.

- i) Institutional/Corporate 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 mail@csraginichokshi.com with a copy marked to evoting@nsdl.com. Institutional/ Corporate shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
- j) In case of joint holder attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- k) Any person, who acquires shares of the Company and becomes member of the Company after sending of the Notice and holding shares as of the 2nd cut-off date i.e. 16th August, 2024 may obtain the login ID and password by sending an email to evoting@nsdl.com or gpel@kilachand.com by mentioning their Folio No. / DP ID and Client ID No. However, if you are already registered with NSDL for e-voting then you can use your existing user ID and password for casting your vote. If you forget your password, you can reset your password by using "Forget User Details/ Password" option available on www.evoting.nsdl.com.
- l) All documents referred to in the accompanying Notice of the AGM and the Explanatory Statement and the Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 will be available electronically for inspection by the members during the AGM.
- m) Brief resume of Director proposed to be re-appointed/ appointed, nature of his expertise in specific functional areas, names of companies in which they hold directorships and memberships/chairmanships of Board Committees, shareholding and relationships between directors inter-se as stipulated under regulation 36(3)(a) of SEBI (LODR) Regulations, 2015 and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India are provided on page 8.
- n) The Register of Members and Share Transfer Book will remain closed from Saturday 17th August, 2024 to Friday 23rd August, 2024 (both days inclusive) in terms of the provisions of Section 91 of the Companies Act, 2013.
- o) Members holding shares in electronic form are requested to intimate immediately any change in their address to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address immediately to the Company or its Registrar & Share Transfer Agents – M/s. Link Intime India Pvt. Ltd.
- p) The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form shall submit their PAN details to the Company or its Registrar & Share Transfer Agents – M/s. Link Intime India Pvt. Ltd.
- q) Members who are not yet registered their e-mail addresses/ mobile number/bank details/details relating to nomination are requested to register the same with their depository Participants ("DP") in case the shares are held by them in electronic form and with the RTA in case the shares held by them physically. In terms of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, securities of listed companies can only be transferred in dematerialized form with effect from 1st April, 2019. In view of the above, members are advised to dematerialize shares held by them in physical form. To mitigate unintended challenges on account of freezing of folios, SEBI vide its Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 dated November 17, 2023, has done away with the provision regarding freezing of folios not having PAN, KYC, and Nomination details for shares held in physical form.
- r) The Company's securities are listed on the following Stock Exchange:

No.	Name & Address of the Stock Exchange	Nature of Security as on 31 st March, 2024
1.	Bombay Stock Exchange Ltd., Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001	85,50,000 Equity Shares of Rs. 10/- each

The Company has paid Annual Listing fees for the year 2024-25 to the above Stock Exchange.



- s) Link Intime has launched an Investor self-service portal for the Investors 'SWAYAM'.

'SWAYAM' is a secure, user-friendly web-based application, developed by "Link Intime India Pvt Ltd.", our Registrar and Share Transfer Agents, that empowers shareholders to effortlessly access various services. We request you to get registered and have first-hand experience of the portal.

This application can be accessed at <https://swayam.linkintime.co.in>

- Effective Resolution of Service Request -Generate and Track Service Requests/Complaints through SWAYAM.
- Features - A user-friendly GUI.
- Track Corporate Actions like Dividend/Interest/Bonus/split.
- PAN-based investments - Provides access to link PAN accounts, Company wise holdings and security valuations.
- Effortlessly Raise request for Unpaid Amounts.
- Self-service portal – for securities held in demat mode and physical securities, whose folios are KYC compliant.

- Statements - View entire holdings and status of corporate benefits.
- Two-factor authentication (2FA) at Login - Enhances security for investors.

- t) The Company has established Common Dispute Resolution Portal ("ODR Portal") for resolution of disputes arising in Indian Securities Market. In addition to the option to resolve their grievances with the RTA/Company directly and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal (<https://smartodr.in/login>).

Registered Office:
B-18, Gandhinagar
Electronic Estate,
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Email Id: gpel@kilachand.com
Website: www.gpelindia.in

By Order of the Board of Directors
For **Gujarat Poly Electronics Limited**

Nivedita Nambiar
Company Secretary &
Compliance Officer
FCS No: 8479

Date: 6th May, 2024
Place: Mumbai

EXPLANATORY STATEMENT AS REQUIRED BY SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 3

Re-appointment of Mr. T. R. Kilachand, (DIN 00006659), as a Chairman and Whole Time Director designated as "Executive Chairman" of Company for a period of 3 (three) years:

Mr. T. R. Kilachand was appointed as a Chairman and whole-time director at the 32nd Annual General Meeting of the Company held on 7th September, 2021 for a period of 3 years from 14th June, 2021. In accordance with the conditions specified in Schedule V of the Act, Board of Directors at its meeting held on 6th May, 2024 had re-appointed Mr. T. R. Kilachand as a Chairman and Whole-time director designated as "Executive Chairman" for a period of 3 years from 14th June, 2024, superseding the earlier resolution passed by the Company in this connection.

Mr. T. R. Kilachand aged 87 years has over 60 years of experience in industry, management, implementation of projects etc. Accordingly, looking at his expertise and long experience of business and corporate management and his continued association with the Company, the Board of Directors recommends this special resolution for approval of members. Mr. T.R. Kilachand would be regarded as a Director liable to retire by rotation.

The terms of appointment of Mr. T. R. Kilachand as Executive Chairman is placed before the meeting, are as follows:

i. SALARY:

- (A) In any financial year, if the Company has sufficient Net Profit (calculated as per Section 198 of the Act) in any financial year:

Salary of any amount upto 5% of the Net Profit of the Company as may be decided by the Board based on the performance of the Company, inclusive of incentives for each financial year or part thereof computed in the manner as laid down under Section 198 of the Companies Act, 2013;

OR

- (B) In case, the Company has no profits or its profits are inadequate:

Salary upto Rs. 5,00,000/- per month or Rs. 60,00,000/- per annum (or any higher limit as may be revised from time to time under the Act) as may be decided by the Board inclusive of the following Perquisites as Minimum Remuneration as per Schedule V.

ii. PERQUISITES:

Mr. T. R. Kilachand shall be entitled to House Rent Allowance not exceeding 100% of the salary. He is also entitled for gas,

electricity, medical reimbursement, premium of medical insurance policy, leave travel concession for self and family, club fees, personal accident insurance, Company maintained car, including driver's salary, telephone, mobile, internet and other communication facilities at Whole-time directors' residence and such other perquisites in accordance with the Company's rules, the monetary value of such perquisites to be determined in accordance with the Income Tax Rules within the ceiling limits payable to Mr. T. R. Kilachand, subject however to the limit of overall Minimum Remuneration as prescribed under Schedule V.

Mr. T. R. Kilachand shall further be eligible to the following perquisites also which shall not be included in the computation of the ceiling limit on remuneration by way of salary, perquisites, allowances etc., in the event of the Company having no profits or its profits are inadequate:

- a) The Company's contribution to Provident Fund, Superannuation Fund or Annuity Fund to the extent is not taxable under the Income Tax Act;
- b) Gratuity payable at a rate not exceeding half a month's salary for each completed year of service; and
- c) Encashment of leave at the end of the tenure.

Mr. T. R. Kilachand shall be entitled to reimbursement of expenses actually and properly incurred by him for the business of the Company.

The aforesaid remuneration would nevertheless be paid and allowed to Mr. T. R. Kilachand as the minimum remuneration, within the overall ceiling limits specified in Schedule V to the Companies Act, 2013 or any amendments thereto from time to time, notwithstanding that in any financial year of the Company during the tenure of office of Mr. T. R. Kilachand, the Company might have made no profits and its profits might be inadequate.

The remuneration is approved by the Nomination and Remuneration Committee of Directors at its meeting held on 6th May, 2024.

This may be treated as an abstract of the terms and conditions, governing the appointment and remuneration of the Whole-time Director, pursuant to Section 109 of the Companies Act, 2013. A Statement as required under section II, Part II of the Schedule V to the Companies Act, 2013 with reference to Resolution No. 3 is annexed hereto and marked as **Annexure- A**. The Board of Directors recommends the resolution as set out in the Item No. 3 for approval of Members by way of Special Resolutions.

Except, Mr. T. R. Kilachand being the appointee and Mr. P.T. Kilachand, being his son, none of the other Directors

and Key Managerial Personnel of the Company including their relatives are concerned or interested, financially or otherwise in the resolutions.

ITEM NO. 4

To approve the increase in limits of granting loans, making Investments, giving guarantees or providing security from Rs. 15 crores to Rs. 35 crores.

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate as and when required.

Members may note that pursuant to Section 186 of the Companies Act, 2013 ("Act"), the Company can give loan or give any guarantee or provide security in connection with a loan to any other body corporate or person and acquire securities of any other body corporate, in excess of 60% of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more, with approval of Members by special resolution passed at the general meeting.

In view of the aforesaid, approval of shareholders had been taken by Company in the 32nd Annual General Meeting of the Company on 7th September, 2021 by way of special resolution up to a limit of Rs. 15 Crores. Further it is proposed to take approval under Section 186 of the Companies Act, 2013, by way of special resolution, up to a limit of Rs. 35 Crores, as proposed in the Notice.

The above proposal is in the interest of the Company and the Board recommends the Resolution as set out at Item No.4 for approval by the members of the Company.

None of the Directors or Key Managerial Personnel or their relatives are in any way concerned with or interested, financially or otherwise in the resolution at Item no. 4 of the accompanying notice. The Board recommends the resolution at Item no.4 to be passed as Special Resolution.

Registered Office:

B-18, Gandhinagar
 Electronic Estate,
 Gandhinagar 382 024, Gujarat.
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By Order of the Board of Directors
 For **Gujarat Poly Electronics Limited**

Nivedita Nambiar
Company Secretary &
Compliance Officer
FCS No: 8479

Date: 6th May, 2024

Place: Mumbai



Additional Information on Directors recommended for re-appointment is given below in terms of Regulation 36(3) of SEBI (LODR) Regulations, 2015 and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India (“ICSI”):

Name of Director	Mr. T.R. Kilachand
Director Identification Number	00006659
Age	87
Qualification	B.A. from Cambridge University in History and Law. M.B.A. in Business Administration from Harvard Business School.
Date of first appointment on Board	11.03.1992
Expertise	He is the Chairman of the Company from 26 th August, 1992. He has 60 years of experience in industry, management, implementation of projects etc. He has been associated with various Chambers of Commerce and was the President of Indian Merchants Chamber. He has been associated with various charitable trusts and is Director/Chairman of several Companies.
Fulfillment of Skill and Capabilities for Role (for Independent Directors)	N.A
Terms and conditions of appointment / reappointment	As detailed in Explanatory Statement for Item No. 3 of the Notice.
Details of remuneration last drawn	Please refer to the Report on Corporate Governance.
Details of remuneration sought to be paid	As detailed in Explanatory Statement for Item No. 3 of the Notice.
Other Directorship in Listed Entity as on 31st March, 2024	1. Polychem Limited
Other Committee Membership in Listed Entity as on 31st March, 2024	1. Polychem Limited - Stakeholders Relationship Committee (member)
Listed Entities from which person has resigned in the past 3 (three) years	NIL
No. of Equity Shares held	49,602
No. of meetings attended during FY 2023-24	Attended 4 meetings.
Relationship with other Directors	Mr. T. R. Kilachand is father of Mr. P. T. Kilachand

Registered Office:

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Gandhinagar 382 024, Gujarat.

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By Order of the Board of Directors
For Gujarat Poly Electronics Limited

Nivedita Nambiar
Company Secretary & Compliance Officer
FCS No: 8479

Date: 6th May, 2024

Place: Mumbai

ANNEXURE A

Statement as required under Section II, Part II of the Schedule V to the Companies Act, 2013 with the reference to the Resolution No. 3 is as follows:

I. General Information:

- (1) **Nature of Industry:** Manufacturer, Importer, Seller, Marketing etc. of Ceramics Capacitors
- (2) **Date or expected date of commencement of Commercial production:**
Existing Company already commenced commercial production since 1993.
- (3) **In case of new Companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:** Existing Company, Not applicable
- (4) **Financial Performance based on given Indicators:** (Rs in lakhs)

Sr. No	Particulars	For the year ended 31.03.2024	For the year ended 31.03.2023	For the year ended 31.03.2022
1.	Sales Turnover	1691.31	1596.34	1527.87
2.	Profit/(Loss) before Tax	184.33	529.87	163.24
3.	Current Tax	-	-	-
4.	Deferred Tax	31.60	-	-
5.	Profit after Tax	215.93	529.87	163.24

- (5) **Foreign Investments or Collaborations, if any:** NIL.

II. Information about the Appointees:

(1) Background details:

Mr. T.R. Kilachand (DIN 00006659)

Mr. T.R. Kilachand is a B.A. from Cambridge University in History and Law. M.B.A. in Business Administration from Harvard Business School.

He is the Chairman of the Company from 26th August, 1992. He has 60 years of experience in industry, management, implementation of projects etc. He has been associated with various Chambers of Commerce and was the President of Indian Merchants Chamber. He has been associated with various charitable trusts and is Director/Chairman of several Companies.

(2) Past Remuneration:

Remuneration of Rs. 20,62,108/- excluding superannuation fund and provident fund has been paid for the year ended 31st March, 2024.

(3) Recognition or awards: None

(4) Job profile and suitability:

He has been involved with the Company since its incorporation and is familiar with all aspects of the Company. He had been serving as Chairman of the Company from 26th August, 1992 and has been actively involved with the Company right from the inception and is familiar with all aspects of the Company.

(5) Remuneration Proposed :

As stated in the Resolution proposed in the notice at Item Nos. 3.

(6) Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin):

The Remuneration proposed for Mr. T.R. Kilachand is similar to that drawn by the peers in the similar capacity in the similar industry.

(7) Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any :

Mr. T.R. Kilachand holds 49,602 Equity shares of Rs 10/- each of the Company. Other than these and remuneration paid to him, there is no pecuniary relationship of Mr. T.R. Kilachand, directly or indirectly with company or with its managerial personnel.

III. Other Information:

- (1) **Reasons of loss or inadequacy profits:** N.A.
- (2) **Steps taken or proposed to be taken for improvement:** N.A.
- (3) **Expected Increase in productivity and profits in measurable terms:** N.A.



E-VOTING INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING FOR EQUITY AND PREFERENCE SHAREHOLDERS ARE AS UNDER: -

The remote e-voting period begins on Tuesday, 20th August, 2024 at 9:00 A.M. and ends on Thursday, 22nd August, 2024 at 5:00 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., 16th August, 2024 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 16th August, 2024.

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.	<ol style="list-style-type: none"> Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsd.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' 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 "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e., NSDL 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 & voting during the meeting. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.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. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. <div style="text-align: center;"> <p>NSDL Mobile App is available on</p> <p>  App Store  Google Play </p> <div style="display: flex; justify-content: space-around;">   </div> </div>

<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> 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 users who want to login Easi/Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password. After successful login the Easi/ Easiest user will be able to see the e-voting option for eligible companies where the e-voting is in progress as per the information provided by the Company. On clicking the e-voting option, the user will be able to see e-voting page of the e-voting service provider for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-voting service providers, so that the user can visit the e-voting service providers' website directly. If the user is not registered for Easi/ Easiest, option to register is available at CDSL website HYPERLINK "http://www.cdslindia.com"www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be able to see the e-voting option where the e-voting is in progress and also able to directly access the system of all e-voting service providers.
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>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.</p>

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.

Login type	Helpdesk details
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000</p>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800225533</p>

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?

- 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, 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:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
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.
- b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on 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.com 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 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 mail@csraginichokshi.com with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e., other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on “**Upload Board Resolution / Authority Letter**” displayed under “**e-Voting**” tab in their login.
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 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 or call on +91 22 48867000 or send the request to Mr. Sanjeev Yadav, Assistant Manager NSDL at evoting@nsdl.com.

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 gpe1@kilachand.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 gpe1@kilachand.com. If you are an Individual shareholder 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.com 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 EQUITY AND PREFERENCE SHAREHOLDERS FOR e-VOTING ON THE DAY OF THE 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 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 EQUITY AND PREFERENCE SHAREHOLDERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the 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 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 gpe@kilachand.com. The same will be replied by the company suitably.
6. Members who would like to express their views/ask questions as a speaker at the Meeting may pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and Client ID/folio number, PAN and mobile number at gpe@kilachand.com at least four days in advance. Only those Members who have pre-registered themselves as a speaker will be allowed to ask questions during the AGM.

The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

7. Members who need assistance before or during the meeting, can contact NSDL on evoting@nsdl.com +91 22 48867000 or contact Mr. Sanjeev Yadav, Assistant Manager-NSDL at sanjeevy@nsdl.com.

OTHER GENERAL INFORMATIONS:

1. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.
2. The Scrutinizer shall within a stipulated period from 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 a Scrutinizer's Report of the votes cast in favour or against, forthwith to the Chairman of the Company.
3. The result of e-voting will be declared within two working days of the conclusion of the Meeting and the same, along with the consolidated Scrutinizer's Report, will be placed on the website of the Company www.gpelindia.in. The result will simultaneously be communicated to the Stock Exchange i.e., BSE.

DIRECTORS' REPORT

To
The Members of
GUJARAT POLY ELECTRONICS LIMITED

Your Directors' present the Thirty Fifth Annual Report and Statement of Accounts for the year ended 31st March, 2024.

	(Rs. in Lakhs) 01-04-23 to 31-03-24	(Rs. in Lakhs) 01-04-22 to 31-03-23
FINANCIAL RESULTS		
Sales	1691.39	1596.34
Profit/(Loss) before Depreciation & tax	203.60	551.75
Depreciation	19.27	21.88
Profit & (Loss) before tax	184.33	529.87
Current tax	-	-
Deferred tax	31.60	-
Profit/(loss) after tax	215.93	529.87
Other Comprehensive Income	(3.97)	(12.19)
Total Comprehensive Income for the year	211.96	517.68

1. STATE OF COMPANY'S AFFAIRS:

The Sales during the year was Rs. 1691.39 lakhs compared to previous year Sales of Rs. 1596.34 lakhs. During the year ended 31st March, 2024 the Company has earned a Profit of Rs. 215.93 lakhs (Previous year Profit of Rs. 529.87 lakhs).

The Company manufactures as well as outsourced the full range of products viz. ceramic Capacitors both Multilayer and Single layer, through various sources, as per our quality standards. We also market other Active and Passive Components.

In order to conserve resources, your directors' have not been able to recommend any Dividend for FY 2023-2024.

2. TRANSFER TO RESERVES:

No amount has been transferred to General Reserves.

3. NUMBER OF BOARD MEETINGS HELD DURING THE YEAR:

During the financial year 2023-24, Five Board Meetings were held on the following dates:

(a) 10th May, 2023 (b) 1st August, 2023 (c) 30th October, 2023 (d) 22nd December, 2023 (e) 2nd February, 2024

More details for the Board Meeting are given under Corporate Governance Report.

4. AUDIT COMMITTEE:

The Audit Committee during the year consisted of 4 members. More details on the committee are given under Corporate Governance Report.

5. STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Stakeholders Relationship Committee consists of 3 members. More details on the committee are given under Corporate Governance Report.

6. NOMINATION AND REMUNERATION COMMITTEE:

The Nomination and Remuneration Committee consists of 4 members. More details on the committee are given in Corporate Governance Report.

7. VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The Board has established a vigil mechanism for directors and employees to report genuine concerns to be disclosed, the details of which is placed on the website of the company. The Board has also formulated the whistle blower policy, same has been uploaded on the website of the company. <http://www.gpelindia.in/Download/Vigil%20Mechanism%20&%20Whistle%20Blower%20Policy.pdf>.

There was no reporting made by any employee for violations of applicable laws and regulations and the Code of Conduct for the F.Y. 2023-24.

**8. DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134 of the Companies Act, 2013 the Directors confirm that:

- a. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- b. Appropriate accounting principles have been selected and applied consistently and have made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2024 and of the profit of the Company for the year ended 31st March, 2024;
- c. Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The annual accounts have been prepared on a going concern basis;
- e. The directors have laid down internal financial controls to be followed by the Company;
- f. The directors have devised proper systems to ensure compliance with the provisions of all applicable laws.

9. TAXATION:

Intimation under Section 143(1) has been received in respect of Company's preliminary Income Tax assessments up to year ended 31st March, 2023.

10. DEPOSITS:

The Company has not received any deposits from Public during the year.

11. INDUSTRIAL RELATIONS:

Industrial Relations with the employees of the Company were cordial during the year under review.

12. CONSERVATION OF ENERGY:

Report on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo etc. is given in "Annexure I" forming part of this report.

13. DIRECTORS / KEY MANAGERIAL PERSONNEL (KMP):

- a) In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. T.R. Kilachand, (DIN 00006659), Director of the Company is liable to retire by rotation and being eligible, offers himself for re-appointment.
- b) Based on the recommendation of Nomination and Remuneration Committee, the Board re-appointed Mr. T.R. Kilachand as a Chairman and Whole Time Director of Company designated as "Executive Chairman" for a period of 3 years w.e.f. 14th June, 2024 at its meeting held on 6th May, 2024 superseding the earlier resolution passed by the Company in this connection.

The said re-appointment is placed before the Members for their approval in ensuing Annual General Meeting.

14. DECLARATION ABOUT INDEPENDENT DIRECTORS UNDER SUB-SECTION 6 OF SECTION 149:

The Company has received the declaration from each Independent Directors that they meet the criteria of independence laid down under section 149(6) of the Companies Act, 2013, under regulation 16(b) of SEBI (LODR) Regulations, 2015.

15. DISCLOSURE OF REMUNERATION RECEIVED BY MANAGING DIRECTOR OF THE COMPANY FROM ITS SUBSIDIARY/HOLDING COMPANY UNDER SECTION 197(14):

During the year 2023-24, Mr. Atul H. Mehta, Managing Director of the Company has received Rs. 41,88,485/- from Polychem Limited, holding company in capacity of Deputy Managing Director.

16. FORMAL ANNUAL EVALUATION:

As required under the act, evaluation of every Director's performance was carried out. An evaluation sheet was given to each director wherein certain criteria was set out for which ratings are to be given.

17. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT, REMUNERATION ETC:

The Board on recommendation of Nomination and Remuneration Committee has framed a policy for appointment and Evaluation of Board and remuneration for the Directors, Key Managerial Personnel and other employees. The policy is available on the website of the Company i.e. <http://www.gpelindia.in/Download/Criteria%20for%20Appointment%20Evaluation%20of%20Board%20of%20Directors,%20KMP%20and%20Senior%20Management%20Personnel.pdf>.

18. RELATED PARTY TRANSACTIONS:

All Related Party Transactions (RPT) entered into by the Company during the year under review were at arms' length and in ordinary course of business. All RPT are placed before Audit Committee for its approval.

Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014:

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL.
2. Details of material contracts or arrangement or transactions at arm's length basis: NIL.

The Board on recommendation of Audit Committee, adopted a policy to regulate transactions between the Company and its Related Parties, in compliance with the applicable provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015. The policy is uploaded and can be viewed on the Company's website

<http://www.gpelindia.in/Download/Related%20Party%20Transaction%20Policy.pdf>.

19. OTHER DISCLOSURES AS PER SECTION 134 OF THE COMPANIES ACT, 2013:

- (a) There are no qualifications, reservations or adverse remark or disclaimer by the Statutory Auditor in their report.
- (b) There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company, to which the financial statements relate and the date of the report.
- (c) Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on 31st March, 2024 is available on the Company's website: at <http://www.gpelindia.in/Annual%20Return.aspx>

20. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. The policy is uploaded and can be viewed on the Company's website <http://www.gpelindia.in/Download/Anti-Sexual%20Harassment%20Policy.pdf>.

The Company has also formed an Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment and follows the guidelines provided in the policy. The Company has filed Annual Report for calendar year ended 2023 with District Collector and District Women and Child Development Officer.

The Company has not received any complaints on sexual harassment during the year.

21. MANAGERIAL REMUNERATION:

The information required under Section 197(12) of the Act read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is:

- i. The ratio of remuneration of Mr. A. H. Mehta, Managing Director and Mr. T.R. Kilachand, Executive Chairman with the median remuneration of the employees of the company is 7.27 and 2.98 respectively.
- ii. Increase in remuneration of Mr. A. H. Mehta, Managing Director is 7%, Mr. T. R. Kilachand, Executive Chairman is 7%, Mr. H. H. Jani, Chief Financial officer is 7% and Ms. Nivedita Nambiar, Company Secretary and Compliance Officer is 13.85%.



- iii. There is an increase of 6.79% in the median remuneration of employees in the financial year.
- iv. There are 36 permanent employees in the company.
- v. Average increase in the salaries of employees other than the managerial personnel is 11.18%.
- vi. It is hereby affirmed that the remunerations paid is as per the remuneration policy of the company.

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names of top ten Employees in terms of remuneration drawn and names and other particulars of Employees drawing remuneration in excess of the limits set out in the said Rules are required to be part of the report. However, there are no employees drawing remuneration as mentioned in rule 5(2) (i) (ii) and (iii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The information of the top ten employees in terms of remuneration is not sent along with this report. However, having regards to the provisions of the first proviso to Section 136(1) of the Act the said information is available for inspection. Any member interested in obtaining such information may write to the Company Secretary, at the Registered office or at gpel@kilachand.com and the same will be furnished on request.

22. CORPORATE GOVERNANCE:

Pursuant to Regulation 34(3), Schedule V of SEBI (LODR) Regulations, 2015, a separate report on Corporate Governance and a certificate from the Auditors of the Company are annexed to this Report.

23. STATUTORY AUDITOR:

M/s. Mahendra N. Shah & Co., Ahmedabad bearing registration number 105775W, Chartered Accountants were re-appointed as statutory auditor of the Company for the second term of five years at the 31st Annual General Meeting (AGM) held on 31st August, 2020 to hold office upto the conclusion of 36th Annual General Meeting of the Company to be held in the year 2025.

24. SECRETARIAL AUDITOR:

Complying with the provisions of Section 204 of the Companies Act, 2013 the Audit Committee has recommended and the Board of Directors have appointed Mr. Tushar Shridharani, Company Secretaries, Mumbai, (Membership No. 2690 & C.P. No. 2190), being eligible and having sought appointment, as Secretarial Auditor of the company to carry out the Secretarial Audit of the Company for the year ending March 31, 2025 on fees as may be mutually agreed.

The Secretarial Audit Report for F.Y. 2023-24 is enclosed and marked as “Annexure II”.

25. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company has developed and implemented CSR Policy which was duly approved by the Board. The CSR Policy can be assessed on the Company's website and web link of the same is

<http://www.gpelindia.in/Download/Corporate%20Social%20Responsibility%20Policy.pdf>

Annual report on CSR activities as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 has been appended as “Annexure - III” and forms integral part of this Report.

26. DECLASSIFICATION OF GUJARAT INDUSTRIAL INVESTMENT CORPORATION LIMITED (GIIC), PROMOTER GROUP:

Gujarat Industrial Investment Corporation Limited (GIIC), Promoter Group has sold all their holdings in the Company. The Company has received application from GIIC for declassification from Promoter group category dated 3rd May, 2023. The Board has approved in its meeting held on 10th May, 2023 for making an application with BSE for reclassification of Promoters and submitted the application with BSE on 24th May, 2023. On 4th January, 2024 the Company received approval letter from BSE for declassification of GIIC from Promoter Group. Currently Company has only one Promoter i.e. Polychem Limited.

27. PREFERENCE SHARES:

The Company had filed petition with National Company Law Tribunal (NCLT), Ahmedabad for issuance of 9,81,500 ½% Non-Cumulative Redeemable Preference Shares of Rs. 100 each in lieu of the existing 9,81,500 ½% Non-Cumulative Redeemable Preference Shares of Rs. 100 each on 3rd August, 2022. 20 years' term period of the existing preference shares completed on 19th December, 2022. Since there were no divisible profits, the preference shares could not be redeemed by the said date.

Hence the Company had filed petition with NCLT for issue of preference shares for a further period of 20 years since the shares could not be redeemed by due date.

Further on 24th November, 2023, NCLT passed the final order on the matter and allowed and approved the issuance of 9,81,500 ½% Non-Cumulative Redeemable preference shares of Rs.100 each in lieu of the existing 9,81,500 ½% Non-Cumulative Redeemable Preference Shares of Rs.100 each to Polychem Limited, Holding Company and Promoter. The existing Preference Shares shall stand redeemed on the issuance of Preference shares.

The Preference shares were issued to Polychem Limited on 22nd December, 2023.

28. PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES:

The Company has complied with the provisions of section 185 & 186 of the Act to the extent applicable, with respect to the loans and investments made. During the year the Company has not given any loans, guarantees and there are no outstanding loans or guarantees as on 31st March, 2024. The Company have not made any Investments during the year ended 31st March, 2024 except in mutual funds.

29. MANAGEMENT DISCUSSION AND ANALYSIS:

The Management's Discussion and Analysis forms an integral part of this report and gives detail of the overview, industry structure and developments, different product groups of the Company, operational performance of its various business segments.

30. MATERIAL CHANGES AND COMMITMENT AFFECTING FINANCIAL POSITION OF THE COMPANY:

There are no other material changes or commitments occurring after 31st March 2024, which may affect the financial position of the company or may require disclosure.

31. INTERNAL FINANCIAL CONTROL:

The Company has adequate financial control system with reference to the financial statements.

32. RISK MANAGEMENT POLICY:

The Company has developed and implemented risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time.

33. SECRETARIAL STANDARDS:

The Company has in place proper system to ensure compliance with the provisions of applicable Secretarial Standards (SS-1 & SS-2) issued by ICSI.

34. ACKNOWLEDGEMENT:

The Directors extend their sincere thanks to the State and Central Government Authorities and Members for their co-operation and continued support.

Sincere thanks also to the management team and the staff for their valuable contribution.

Registered Office:

B-18, Gandhinagar Electronic Estate,
Gandhinagar 382 024, Gujarat.

CIN: L21308GJ1989PLC012743

Tel: 7935333658

Email Id: gpel@kilachand.com

Website: www.gpelindia.in

By Order of the Board of Directors
For **Gujarat Poly Electronics Limited**

T. R. Kilachand
Executive Chairman

Date: 6th May, 2024

Place: Mumbai



ANNEXURE I

A. CONSERVATION OF ENERGY

- a) Energy conservation steps taken: NIL
- b) Additional Investments & Proposals being implemented: NIL
- c) Impact of measures at (a) & (b) above: Not Applicable

Power & Fuel Consumption	2023-24	2022-23
Units (Kwh)	53590	56,917
Total Amount (Rs.)	6,11,720	6,64,895

B. TECHNOLOGY ABSORPTION

1. Specific Areas in which R & D carried out by the Company: NIL
2. Benefits derived as a result of above R & D: Not Applicable
3. Future Plan of Action: NIL
4. Expenditure of R & D: Negligible

C. TECHNOLOGY ABSORPTION, ADAPTATION & INNOVATION

- (1) (a) Technology Absorption
Technology Absorption is complete in the areas commissioned.
- (b) Adaptation - **Not Applicable**
- (c) Innovation - **Not Applicable**

(2) BENEFITS

Not Applicable

(3) IMPORTED TECHNOLOGY

No additional import of Technology in the Financial Year 2023-24.

D. FOREIGN EXCHANGE EARNINGS AND OUT GO

		2023-24 (Amount in Rs.)	2022-23 (Amount in Rs.)
i)	Total Foreign Exchange used	Rs. 72,495,972/-	Rs.66,480,266/-
ii)	Total Foreign Exchange earned	NIL	NIL

ANNEXURE II

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31STMARCH, 2024

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

To,
The Members
Gujarat Poly Electronics Limited, B-18, Gandhinagar Electronic Estate, Gandhinagar – 382 024

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Gujarat Poly Electronics Limited (“**the Company**”). Secretarial Audit was conducted in a manner that provided me with 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 March 31, 2024 (“**Audit Period**”) complied to the extent applicable 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 to the extent applicable for the Audit Period according to the provisions of:

- (i) The Companies Act, 2013 (“**the Act**”) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder;
- (iii) The Securities and Exchange board of India (Depositories and Participants) Regulations, 2018;
- (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 Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:
 - 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, 2018;
 - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - 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; and
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.

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

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

During the Audit Period; the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above to the extent applicable.

I further report that:

The Board of Directors of the Company is duly constituted with the proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and notes on agenda were sent 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.

During the Audit Period, all decisions at Board Meetings and Committee Meetings were carried out unanimously.

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 the company had no event or action which has a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

Tushar Shridharani
Practicing Company Secretary
FCS: 2690 / COP: 2190

Peer Review Certificate No.: 1509 / 2021
UDIN: F002690F000312582

Place: Mumbai
Date: 6th May, 2024

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



ANNEXURE A

To,
The Members
Gujarat Poly Electronics Limited
B-18, Gandhinagar Electronic Estate
Gandhinagar – 382 024

This letter is an integral part of the Secretarial Audit Report of even date for F.Y. 2023-24 submitted to Gujarat Poly Electronics Limited (“**the Company**”) in pursuance of provisions of section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Members of the Company are informed as follow.

1. Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on 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 as reflected in secretarial records. I believe that the processes and practices that 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 representation about 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 the 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.

Tushar Shridharani
Practicing Company Secretary
FCS: 2690 / COP: 2190

Peer Review Certificate No.: 1509 / 2021

UDIN - F002690F000312582

Place: Mumbai
Date: 6th May, 2024

ANNEXURE III

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR FINANCIAL YEAR 2023-24

1. Brief outline on CSR Policy of the Company:

For Gujarat Poly Electronics Limited (GPEL), Corporate Social Responsibility means responsible business practices through the involvement of all stakeholders in the decision-making process and in operations. It entails having business policies that are ethical, equitable, environmentally conscious, gender sensitive, and sensitive towards the differently abled. GPEL commits itself for creating a more equitable and inclusive society by supporting processes that lead to sustainable transformation and social integration. The Company's CSR policy is provided on website at <http://www.gpelindia.in/Download/Corporate%20Social%20Responsibility%20Policy.pdf>

2. Composition of CSR Committee: Not applicable.

3. Web-links of CSR Policy and CSR projects approved by the board are disclosed on the website of the Company at: <http://www.gpelindia.in/Download/Corporate%20Social%20Responsibility%20Policy.pdf>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not applicable.

5. (a) Average net profit of the company as per section 135(5)	Rs. 11,856,520
(b) Two percent of average net profit of the company as per section 135(5)	Rs. 2,37,130
(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
(d) Amount required to be set off for the financial year, if any	Nil
(e) Total CSR obligation for the financial year (5b+5c-5d)	Rs. 2,37,130

6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): Rs. 2,38,000 (spent on other than ongoing project)
- (b) Amount spent in Administrative Overheads: NIL
- (c) Amount spent on Impact Assessment, if applicable: Not applicable
- (d) Total amount spent for the Financial Year [6(a)+6(b)+6(c)]: Rs. 2,38,000
- (e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
Rs. 2,38,000	NIL	N.A.	-	-	-

- (f) Excess amount setoff, if any:

Sr. No.	Particular	Amount
(i)	Two percent of average net profit of the company as per section 135(5)	Rs. 2,37,130
(ii)	Total amount spent for the Financial Year	Rs. 2,38,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Rs. 870
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Rs. 870

7. Details of Unspent CSR amount for the preceding three financial years:

Sr. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Balance Amount in Unspent CSR Account under sub section (6) of section 135 (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.		Amount remaining to be spent in succeeding financial years. (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of transfer.		
1.	2022-23	-	-	-	-	-	-	-
2.	2021-22	-	-	-	-	-	-	-
3.	2020-21	-	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-	-

8. Where any capital assets have been created or acquired through CSR amount spent in the Financial Year: NO
9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

By Order of Board of Directors
For Gujarat Poly Electronics Limited

T. R. Kilachand
Executive Chairman
DIN: 00006659

A. H. Mehta
Managing Director
DIN: 00005523

Date: 6th May, 2024
Place: Mumbai



MANAGEMENT DISCUSSION & ANALYSIS REPORT

OVERVIEW:

Your company GUJARAT POLY ELECTRONICS LTD (GPEL) was set up in 1989 to manufacture Multilayer Ceramic Capacitors (MLCCs) in the Electronic Estate in Gandhinagar, Gujarat. Subsequently other products like Single Layer Disc Ceramic Capacitors, both low and high voltage were added to our range of products. Keeping in view the customer requirements GPEL has, over a period of time, added other electronic components for trading like other types of capacitors, Diodes etc. The company has outsourced our products from imports & marketing the same in our brand name maintaining the same quality standards. GPEL products are well received in the Indian market place.

INDUSTRIAL STRUCTURE AND DEVELOPMENT:

Electronic components are the building blocks of any electronic system and are basically classified into Active & Passive components. Our capacitors are characterized by their miniature size, low cost, wide range etc. and fall under the category of passive components. Our products are meant for the Electronics Industry, at large, primarily to major Original Equipment Manufacturers (OEMs). GPEL also markets our products through a wide Dealer network all over India.

Our customers are segmented according to the product applications as follows:

- 1) Computer & Computer Peripherals
- 2) Instrumentation & Industrial Electronics
- 3) Strategic Electronics
- 4) Consumer Electronics
- 5) Telecommunication
- 6) Dealers
- 7) Electronic Manufacturing Services (EMS)

GPEL Products find applications in all the above sectors of the Electronic Industry.

OPPORTUNITIES:

- Ceramic capacitors are the most widely used passive component due to their excellent electrical characteristics over other types, as well as by way of its flexibility in casting into any shape.
- Ceramic capacitors are also characterized by their miniature size, wide range of products, low cost, variable dielectric constant etc.
- Capacitors find application in Tuning circuits, Coupling, Filtering, Harmonic Suppression, Power factor compensation etc.

- GPEL has diversified its bouquet of products to our customers, by offering other types of capacitors.

THREATS:

- Electronics Components can be easily sourced through imports at zero custom duty.
- Due to the low cost of our components they are fiercely competitive.
- Market volatility in Currency & Metals impact our bottom lines.
- The EMS segment is the fastest growing market. Since requirements are high, customers have access to global sourcing.
- Outsourcing can cause supply chain disruption on import supplies.

RISKS AND CONCERNS:

- The electronic market is highly competitive due to which the manufacturers resort to new development in the design and offer the consumer more value for money. Consequently, the obsolescence rate is high.
- Due to changing requirements & to meet customers' expectations, faster deliveries and high stocking levels are of prime concerns.
- It is easy for OEM customers to import in kit form, which helps them to turnaround faster.
- The dependence on imports exposes your company to be sensitive to foreign currency volatility.

PERFORMANCE BY SECTOR:

The market sentiment throughout the FY 2023-24 was dull except for Q1. Most of market segments were slow to pick up. The Instrumentation & Industrial requirements increased marginally & the EMS customers insisted on immediate deliveries and at a very competitive price. Consequently, Radial MLCC sales were low in comparison to previous FY. However, the other regular products like SMD's & SLCC's/HLCC's exceeded the last year Sales figures. Also dealers resorted to aggressive prices to dispose of the high inventories piled up with them, due to low market requirements.

Despite above your company achieved a sale of Rs 1691.39 lakhs against sales of Rs 1596.34 lakhs previous year, an increase of 6%.

KEY FINANCIAL RATIOS:

In accordance with the SEBI (Listing Obligations and Disclosure Requirements 2018) (Amendment) Regulations, 2018, the Company is required to give details of significant changes (change of 25% or more as compared to the immediately previous financial year) in key financial ratios.

The Company has identified the following ratios as key financial ratios:

Sr.No.	Ratio	2023-24	2022-23	% Deviation	Reason for more than 25% Deviation
1	Current Ratio	6.02	8.74	-31.06%	The current ratio has declined as there is fall of 3.82 % in current assets and rise of 50.59% in current liability (due to comparatively higher trade payables)
2	Debt-to-equity Ratio	1.14	1.51	-24.48%	-
3	Debt Service Coverage Ratio	30.53	82.09	-62.80%	Despite rise of 5.95% in operating revenue, there has been significant fall in earnings available for debt servicing (as there is fall in other income by 83.79%) as such the ratio has fallen dramatically
4	Return on Equity Ratio	0.20	0.74	-73.17%	Shareholders equity has improved by 29.67%(improving profit since last few years) whereas PAT has declined by 65.21 resulting in decline in return on equity
5	Inventory Turnover Ratio	3.78	5.28	-28.37%	Although the sales has increased by 6%, the growing average inventory(48% increase) in current year has lowered inventory turnover ratio
6	Receivables Turnover Ratio	3.89	3.88	0.37%	-
7	Payables Turnover Ratio	22.10	132.97	-83.38%	The average trade payables has recorded a remarkable rise (1012.5%) causing a notable fall in payable turnover ratio
8	Net Capital Turnover Ratio	2.18	2.01	8.42%	-
9	Net Profit Ratio	0.11	0.33	-67.18%	Profit after tax has materially declined in the current year as compared to last year , Since last year there is profit from sale of land lease rights
10	Return on Capital employed Ratio	0.002	0.006	-71.68%	The lower EBIT in current year compared to last year (-65%) and higher capital invested (24.75%) has reduced return on capital in current year
11	Interest Coverage ratio	61.22	358.15	-82.91%	Though the interest cost has almost doubled, yet the substantial decline in PBIT has resulted in significant fall in ratio
12	Operating Profit Margin	0.08	0.07	16.19%	-
13	Net Profit Margin	0.11	0.33	-67.16%	The net profit has declined due to lower other operating income although sales have improved by 5.95%
14	Return on Net Worth	0.20	0.74	-73-17%	Notable (-65.21%) fall in net profit after tax and improving net worth (29.67%) due to rising profit trend since last few years have reduced significantly the return on Net worth
15	Return on Investment	1.06	1.02	3.91%	-

OUTLOOK:

The directors are hopeful of increasing the sales turnover by increasing sales of our products to active segments and market recovery. The company is cautiously optimistic about the growth in the current financial year.

INTERNAL CONTROL SYSTEM:

The Company has adequate internal control procedures commensurate with the size of the Company and nature of its business.

HUMAN RESOURCES:

The Company has good relation with its employees. There are 36 permanent employees in the Company.



CORPORATE GOVERNANCE REPORT

I. Company's Philosophy on Corporate Governance:

The Philosophy on Corporate Governance aims at attainment of the highest level of transparency, accountability and equity in the functioning of the Company vis-à-vis interactions with employees, shareholders, creditors and customers. The objective of the Company is not only to meet the statutory requirements of the code but also go well beyond it by instituting such systems and procedures as are required in accordance with the latest global trend of making management completely transparent and institutionally sound.

II. Board of Directors:

The Company has 1 Executive Chairman, 1 Managing Director and 4 Non-Executive Directors out of which 1 is Non-Executive Director, 3 are Independent Directors as on 31st March, 2024. The Board of Directors are responsible for management of the Company's business. The Board's role, functions, responsibility and accountability are clearly defined.

The details of Director being appointed and re-appointed in the ensuing Annual General Meeting have been given in the Notice calling the Thirty Fifth Annual General Meeting of the Company.

The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Chairmanships/Memberships held by them in other companies and the names of listed entities where the person is a director on the Board of Company are given below. Other directorships do not include alternate directorships, directorships of private limited companies, Section 8 companies and of companies incorporated outside India. Chairmanship/Membership of Board Committees includes only Audit and Stakeholders Relationship Committees.

Composition and Category of Directors / Attendance at Meetings/Directorships and Committee Memberships in other companies as on 31st March, 2024 and other relevant details is as follows:

1. Financial Year- April 2023 to March 2024

Name of the Director	Attendance Particulars					No. of other Directorship and Committee Membership/ Chairmanship	
	Category	No. of Board Meetings held	No. of Board Meetings attended	Last AGM held on 23.08.2023	Board Meeting Sitting Fees paid Rs.	Other Directorship in Public Limited Companies	Other Committee Membership / Chairmanship
Mr. T. R. Kilachand	Executive Chairman ED	5	4	Yes	-	2	Membership-1
Mr. P.T. Kilachand	NED	5	5	Yes	60,000	7	Membership-3 Chairmanship-1
Mr. A. H. Mehta	MD	5	5	Yes	-	3	-
Mr. C.K. Khushaldas	NED(I)	5	5	No	60,000	1	-
Ms. S. A. Jhaveri	NED(I)	5	5	Yes	60,000	NIL	-
Mr. Rajan P. Vahi	NED(I)	5	5	No	60,000	NIL	-

Notes:

1. NED – Non-Executive Director
2. MD- Managing Director
3. NED (I) – Non-Executive Independent Director
4. ED – Executive Director

The names of the listed entities where the person is a director and the category of directorship:

Sr. No.	Name of Director	Name of Listed Company	Category of Directorship
1.	Mr. T. R. Kilachand	Polychem Limited	Promoter and Non -Executive Chairman
2.	Mr. P. T. Kilachand	Polychem Limited	Promoter and Managing Director
3.	Mr. A. H. Mehta	Polychem Limited	Deputy Managing Director
4.	Mr. C. K. Khushaldas	-	-
5.	Ms. S. A. Jhaveri	-	-
6.	Mr. Rajan P. Vahi	-	-

2. Number of Board Meetings held and dates on which held:

During the financial year 2023-24, Five Board Meetings were held on the following dates:

- (a) 10th May, 2023 (b) 1st August, 2023 (c) 30th October, 2023 (d) 22nd December, 2023 (e) 2nd February, 2024.

3. Disclosure of Relationships between directors inter-se:

Mr. P. T. Kilachand, Non-Executive Director is a son of Mr. T. R. Kilachand, Chairman of the Company.

4. Separate Meeting of Independent Director:

As stipulated by the code of Independent Directors under the Companies Act, 2013 and under regulation 25(3) of SEBI (LODR) Regulations, 2015 a separate meeting of the Independent directors of the company was held on 2nd February, 2024 to review the performance of Non - Independent Directors and the Board as a whole, review of the performance of the Chairperson of the Company, assessment of the quality, quantity and timeliness of the flow of information between the Company's management and the Board and its committees.

Name of the Director	Category	Meeting Attended
Mr. C. K. Khushaldas	Chairman	1
Ms. S. A. Jhaveri	Member	1
Mr. Rajan P. Vahi	Member	1

5. Evaluation of Independent Directors and Board's Performance:

In compliance with the companies Act, 2013 and SEBI (LODR) Regulations 2015, the performance evaluation of the Independent Directors and Board as a whole was carried out during the year, the details of the same have been given under directors' report.

6. Familiarization Program:

The Company has taken up the initiative to familiarize the Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the company operates, business model of the Company, etc. The details of such familiarization program have been disclosed on the company's website at http://www.gpelindia.in/Familiarisation_Programme.aspx

7. Declaration from Independent Directors:

The Company has received the declaration from each Independent Directors that they meet the criteria of independence laid down under section 149(6) of the Companies Act, 2013, under regulation 16(b) of SEBI (LODR) Regulations, 2015.

Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the management.

8. Details of Director appointed and re-appointed during the year:

The details of Director being appointed and re-appointed in the ensuing Annual General Meeting have been given in the Notice calling the Thirty Fifth Annual General Meeting of the Company.

9. Details of Number of shares and Convertible Instruments held by Non - Executive Directors:

Except Mr. P.T. Kilachand who holds 17,682 Equity shares of the Company and Mr. Rajan Vahi who hold 100 Equity shares of the Company, no other Non-Executive Director holds any shares or Convertible Instruments of the Company.

10. Code of Conduct:

The Company has framed and adopted a Code of Conduct, which is applicable to all the directors and members of the senior management in terms of Regulation 17(5)(a) of SEBI (LODR) Regulations, 2015. The said code, lays the general principles designed to guide all directors and members of the senior management in making ethical decisions.

All Directors and members of the senior management have confirmed their adherence to the provisions of the said code.

Declaration

As provided under Regulation 26 (3) of SEBI (LODR) Regulations, 2015, we confirm that the Board Members and Senior Management of the Company have confirmed compliance with the Code for the year ended 31st March, 2024.

For Gujarat Poly Electronics Limited

A. H. Mehta
Managing Director



III. Audit Committee:

(A) Terms of reference of the Audit Committee are:

- (i) the recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- (ii) review and monitor the auditor's independence and performance, and effectiveness of audit process;
- (iii) examination of the financial statements and the auditors' report thereon;
- (iv) approval or any subsequent modification of transactions of the company with related parties;
- (v) scrutiny of inter-corporate loans and investments;
- (vi) valuation of undertakings or assets of the company, wherever it is necessary;
- (vii) evaluation of internal financial controls and risk management systems;
- (viii) monitoring the end use of funds raised through public offers and related matters.

(B) Composition of Audit Committee and Meetings held during the year:

The composition of the Audit Committee meets with the requirements of Section 177 of the Companies Act 2013 and Regulation 18 of SEBI (LODR) Regulations, 2015.

During the year under review, four meetings of the Audit Committee were held on the following dates and the attendance of each member of the Committee is given below:

- | | |
|------------------------------------|------------------------------------|
| (a) 10 th May, 2023 | (b) 1 st August, 2023 |
| (c) 30 th October, 2023 | (d) 2 nd February, 2024 |

Name of the Director	Category	No. of Meeting/s		Sitting Fees paid (Rs.)
		Held	attended	
Mr. C. K. Khushaldas	Chairman	4	4	40,000
Mr. T. R. Kilachand	Member	4	4	-
Ms. S. A. Jhaveri	Member	4	3	30,000
Mr. R. P. Vahi	Member	4	4	40,000

The majority of the members of the Audit Committee are independent and have knowledge of finance, accounts, company law and Electronics Industry as a whole. The quorum for audit committee meeting is minimum of two members.

The Company Secretary acts as the Secretary to the Committee.

(C) Review of information by Audit Committee:

The Audit Committee shall mandatorily review the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Verify with regard to related party transactions, whether Committee laid down parameters for determining a particular transaction as significant and reviewed the necessity of such transactions;
3. Management letters / letters of internal control weaknesses issued by the statutory auditor;
4. Internal audit reports relating to internal control weaknesses; and
5. The appointment, removal and terms of remuneration of the internal auditor shall be subject to review by the Audit Committee.

IV. Nomination & Remuneration Committee:

It comprises of Four Directors, three of them are Non-Executive Independent Directors and one member is Executive Director.

(A) Terms of Reference of Nomination and Remuneration Committee:

The Committee is empowered: -

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees.
2. Formulation of criteria for evaluation of Independent Directors and the Board.
3. Devising a policy on Board diversity.
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal. The company shall disclose the remuneration policy and the evaluation criteria in its Annual Report.
5. The terms of reference of Nomination & Remuneration Committee include recommending to the Board of Directors specific remuneration packages for Managing Director and management.

(B) Composition of Nomination & Remuneration Committee and Meeting held during the year:

During the year 2023-24, one meeting of the Nomination and Remuneration Committee was held on 10th May, 2023.

The Composition of the Nomination & Remuneration Committee as on 31st March, 2024 was as under.

Name of the Director	Category	No. of Meeting	
		held	attended
Mr. C. K. Khushaldas	Chairman	1	1
Mr. T. R. Kilachand	Member	1	1
Ms. S. A. Jhaveri	Member	1	1
Mr. R. P. Vahi	Member	1	1

(C) Performance Evaluation, Remuneration Policy and Details of Remuneration:

The company has adopted the 'Policy on Appointment and Evaluation of Board of Directors, KMP, and Senior Management personnel' which sets out the criteria for remuneration to be paid, evaluation of directors which has been placed on the website of the Company at <http://www.gpelindia.in/Download/Criteria%20for%20Appointment%20Evaluation%20of%20Board%20of%20Directors,%20KMP%20and%20Senior%20Management%20Personnel.pdf>

None of the Non-Executive Director receives salary, benefits, bonuses, stock options, pension etc. except sitting fees and commission. The Company pays fees to all Directors excluding the Managing Director and Executive Chairman of the Company for attendance during the meeting. The Company did not have any pecuniary relationship or transactions with the Non- Executive Directors.

Further, Board has approved the payment of Sitting fees to NED/Independent Directors of the Company in pursuant to section 197 (5) of the Companies Act, 2013. The Company has also paid Commission to NED/Independent Directors not exceeding 1% of its net profits of Company for FY 2022-23. The Company has not paid any severance fee to its Directors. The appointment of Directors is made as per the provisions of the Act and the notice period for Executive Directors is as per the rules of the Company. The criteria for payment to Non-Executive Directors has been placed on the website of the Company at <http://www.gpelindia.in/Criteria%20of%20making%20payments%20to%20Non-Executive%20Directors.aspx>.

Details of Remuneration to all the Directors:

(In Rupees)

Sr. No.	Name of Director	Salary	Perquisites & allowances	Commission	Bonus / Incentives	Stock options granted	Sitting Fees	Total
1	Mr. T. R. Kilachand	12,83,927	7,78,181	NIL	NIL	NIL	NIL	20,62,108
2	Mr. A. H. Mehta	32,94,872	2,55,400	NIL	NIL	NIL	NIL	35,50,272
3	Mr. P.T. Kilachand	NIL	NIL	17,006	NIL	NIL	60,000	77,006
4	Mr. C. K. Khushaldas	NIL	NIL	17,006	NIL	NIL	1,00,000	1,17,006
5	Mr. R. P. Vahi	NIL	NIL	17,006	NIL	NIL	1,00,000	1,17,006
6	Ms. S. A. Jhaveri	NIL	NIL	17,006	NIL	NIL	90,000	1,07,006

Note: The remuneration to the Directors doesn't include provident fund, gratuity and superannuation.



V. Stakeholders Relationship Committee:

The constitution of Stakeholders Relationship Committee is as per requirement of Section 178(5) of the Companies Act, 2013. During the year 2023-24, three meetings of the Stakeholders Relationship Committee were held on 10th May, 2023, 22nd December, 2023 and 2nd February, 2024.

The following Directors are the members of the 'Stakeholders Relationship Committee':-

Name of the Director	Category	No. of Meetings	
		Held	Attended
Mr. P. T. Kilachand	Chairman	3	3
Mr. T. R. Kilachand	Member	3	2
Mr. A. H. Mehta	Member	3	3

The Committee would look into the redressal of the shareholders' complaints in respect of all matters including transfer or credit of shares to demat accounts, non-receipt of Annual Report, Non-receipt of Share Certificates etc.

Ms. Nivedita Nambiar, Company Secretary provided secretarial support to the Committee and was also the designated Compliance Officer of the Company.

Three complaints were received during the year and has been resolved as on 31st March, 2024, hence no complaints were pending as on 31st March, 2024.

VI. Skills/Expertise/ Competence of the Board of Directors of the Company:

The following is the list of core skills/expertise/competencies possessed by the Board of Directors of the Company, which are essential for the functioning of the Company in an effective manner.

a) Market Exploration & Potential Marketing:-

Experience in developing promotional strategies to increase the sales in the existing and explore potential market for the Company.

b) Service on the Boards' of Various Companies:-

Experience of serving on the Boards' of different companies in order to develop insights about Corporate Governance, Management Responsibility, Protecting Stakeholders interest.

c) Financial Expertise:-

Expertise in accounting and financial control functions. Possessing analytical skills. Expertise in preparation of financial strategies for the long term growth of the business of the Company.

d) Law & policies:-

Awareness of the existing law and economical policies applicable to the Company thereby ensuring proper legal and statutory compliances and appropriate application of policies to the advantage of the Company.

e) Expansion , Modification & Updation:-

A significant background about the technology applicable to the company resulting in how to implement technological updates into the Business of the Company.

In the table below, the specific areas of focus or expertise of individual Board members have been highlighted. However, the absence of a mark against a member's name does not necessarily mean the member does not possess the corresponding skills/expertise/competencies.

Name	Market Exploration & Potential Marketing	Service on the Board's of Various Companies	Financial Expertise	Law and Policies	Expansion Modification & Updation
Mr. T. R. Kilachand	✓	✓	✓	✓	✓
Mr. P. T. Kilachand	✓	✓	✓	✓	✓
Mr. A. H. Mehta	✓	✓	✓	✓	✓
Mr. C. K. Khushaldas	✓	-	✓	✓	-
Ms. S. A. Jhaveri	✓	-	✓	✓	✓
Mr. Rajan P. Vahi	✓	-	✓	✓	✓

VII. General Meetings:

The particulars of Annual General Meetings/Extra Ordinary General Meetings of the Company held during the last 3 years are as under:

a) Annual General Meetings (AGM):

Financial Year	AGM	Location	Date	Time	No. of Special Resolutions passed
2020-21	AGM	Video Conferencing (VC) / Other Audio-Visual Means (OAVM)	07.09.2021	11.00 A.M.	3
2021-22	AGM	Video Conferencing (VC) / Other Audio-Visual Means (OAVM)	23.08.2022	11.00 A.M.	-
2022-23	AGM	Video Conferencing (VC) / Other Audio-Visual Means (OAVM)	23.08.2023	11.00 A.M.	2

b) Extra Ordinary General Meeting (EGM):

No EGM was conducted during FY 2023-24.

c) Postal Ballot:

No Resolutions have been passed through postal ballot during the last three years.

VIII. Disclosure:

Mr. T. R. Kilachand, Executive Chairman, Mr. A. H. Mehta, Managing Director and Mr. H. H. Jani, CFO, constitutes 'Management'.

1. Disclosures on materially significant related party transactions that may have a potential conflict with the interest of company at large:

The Board noted that certificate has been received from the management that there have not been any material financial or commercial transactions during the year where management has personal interest that may have a potential conflict with the interest of company at large.

The details of transactions of the company with the related parties have been disclosed in Notes to the Accounts.

2. Details of Non-Compliance by the company, penalties, strictures:

There were no instances of non-compliance and no strictures or Material penalties imposed on the Company either by SEBI, Stock Exchange or any statutory authorities on any matter related to capital markets during the last three years.

3. Whistle Blower Mechanism:

The Company has adopted the whistle blower policy and has established a vigil mechanism under Regulation 22 of SEBI (LODR) Regulations 2015, the details of mechanism and policy have been disclosed on the website.

It is hereby affirm that no person has been denied access to the audit committee.

4. Details of Compliance with Mandatory Requirements:

The Company has complied with all the mandatory requirements as mentioned in SEBI (LODR) Regulations, 2015.

5. Web Link of Policies:

- a) The Company has no subsidiary and hence there is no need to frame any policy for determining "material" subsidiary.
- b) The Company has framed a Policy on Related Party transaction, the weblink for the same is <http://www.gpelindia.in/Download/Related%20Party%20Transaction%20Policy.pdf>.
- c) The Company is not dealing in commodity and hence disclosure relating to commodity price risks and commodity hedging activities is not required.



6. Certificate of Non-Disqualification of Directors:

The Certificate as required under 10(i) of Part C of Schedule V of the SEBI (LODR) Regulations, 2015 issued by Mr. Tushar Shridharni, Practicing Company Secretary is enclosed and marked as **Annexure A**.

7. There is no non-compliance of any requirement of Corporate Governance Report of sub-para (2) to (10) of the Part C of Schedule V of the SEBI (LODR) Regulations, 2015.

8. Details of total fees paid to statutory auditors:

The details of total fees for all services paid by the Company, on a consolidated basis, to the statutory auditor are as follows:

Sr. No.	Particulars	Amount (Rs.)
1.	Audit fees	3,60,000
2.	Limited review fees	90,000
3.	Tax audit fees	60,000
4.	Other matters	2,40,000
	Total	7,50,000

9. Disclosure in relation to Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013:

No. of Complaints filed during FY 2023-24	No. of Complaints disposed of during FY 2023-24	No. of Complaints pending as on end of FY 2023-24
0	0	0

10. During the year no loans/advances in the nature of loans to firms/companies in which directors are interested is given by the Company.

11. Disclosure of Compliance of Corporate Governance Requirements:

The Company voluntarily complies with corporate governance requirements specified in regulation 17 to 27 & clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (LODR) Regulations, 2015.

However, the said regulations are not applicable to the Company as per regulation 15(2)(a) of SEBI (LODR) Regulations, 2015.

12. Disclosures with respect to demat suspense account/ unclaimed suspense account:

- aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: **NIL**
- number of shareholders who approached listed entity for transfer of shares from suspense account during the year: **NIL**
- number of shareholders to whom shares were transferred from suspense account during the year: **NIL**
- aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: **8 Shareholders comprising of 1028 shares.**
- that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares.

IX. CEO/CFO Certification:

Mr. A. H. Mehta, Managing Director and Mr. H. H. Jani, Chief Financial Officer of the Company have certified to the Board that:

- They have reviewed financial statements and the cash flow statement for the year and that to the best of their knowledge and belief: -
 - These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
 - These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

- (b) There are, to the best of their knowledge and belief, no transactions entered into by the Company during the year ended 31st March, 2024 which are fraudulent, illegal or violative of the Company's code of conduct.
- (c) They accept responsibility for establishing and maintaining internal controls for financial reporting's and that they have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee those deficiencies of which they are aware, in the design or operation of such internal control and that they have taken the required steps to rectify these deficiencies.
- (d) They further certify that they have indicated to the auditors and Audit Committee -
- (i) there have been no significant changes in internal control over financial reporting during the year.
 - (ii) there are no changes in accounting policies during the year.
 - (iii) there have been no instances of significant fraud of which they have become aware and the involvement therein, of management or an employee having significant role in the Company's internal control system over financial reporting.

X. Discretionary Requirements under regulation 27(1) of SEBI (LODR) Regulations, 2015:

The company has complied with all the Mandatory requirements, apart from it the company has also adopted some non-mandatory requirements as follows.

1. Audit Qualifications:

- a) The Company's financial statement for the year ended 31st March, 2024 does not contain any qualification.
- b) Secretarial Audit Report for the year ended 31st March, 2024 does not contain any qualification.

2. Separate posts of Chairman and CEO: The Chairman of the Board's position is separate from that of Managing Director.

3. Reporting of Internal Auditor: The Internal Auditor reports to the Audit Committee.

XI. Means of Communications:

The quarterly results are communicated to Bombay Stock Exchange Ltd., Mumbai. These results are also published in one English Newspaper i.e. The Indian Express, Ahmedabad and one regional language newspaper i.e., Financial Express, Ahmedabad. Results of 4th quarter i.e., Quarter ended 31st March, 2024 has been uploaded on the Company's website: www.gpelindia.in.

XII. General Shareholder Information:

AGM:	
Date:	23 rd August, 2024
Time:	11.00 a.m.
Venue:	Through Video Conference/Other Audio Visual Means
Financial Year	April 2023 to March 2024
E-voting period	From 9.00 a.m. Tuesday 20 th August, 2024 till 5.00 p.m. Thursday 22 nd August, 2024
Cut-off date for e-voting	Friday, 16 th August, 2024
Dates of Book Closure	Saturday 17 th August, 2024 to Friday 23 rd August, 2024
Dividend Payment Date	N. A.
Listing on Stock Exchange	Bombay Stock Exchange Ltd.
Stock Code	517288
Demat ISIN Number in NSDL & CDSL for Equity Shares	INE541F01022
Market Price Data: High, Low during each month in the financial year 2023-24	See Table No. 1 below
Registrar and Share Transfer Agents.	M/s.Link Intime India Pvt. Ltd., C 101, 247 Park, Lal Bahadur Shastri Marg, Vikhroli West, Mumbai 400 083 Tel No: +91 22 49186000 Fax: +91 22 49186060 Email: rnt.helpdesk@linkintime.co.in Website: www.linkintime.co.in



Share Transfer System	In terms of Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, securities can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company.
Distribution of shareholding & Category-wise distribution	See Table No. 2 & 3
Dematerialisation of shares	See Table No. 4
Plant Location	B -18, Gandhinagar Electronic Estate, Gandhinagar-382024 (Gujarat) Telephone: 7935333658 Email: gpel@kilachand.com Web: www.gpelindia.in CIN: L21308GJ1989PLC012743
Address for correspondence	B -18, Gandhinagar Electronic Estate, Gandhinagar-382024 (Gujarat) Telephone: 7935333658 Email: gpel@kilachand.com

Listing Fees and custodial fees applicable have been paid.

Table 1 – Market Price Data

High, Low of market price of the Company’s shares traded on Bombay Stock Exchange Ltd., Mumbai, during the financial year 2023-24.

Month	High (Rs.)	Low (Rs.)	Total No. of shares traded
April - 2023	38.50	29.10	90,347
May - 2023	45.00	34.55	3,37,490
June - 2023	66.94	42.61	7,93,730
July - 2023	57.98	49.00	1,03,620
August - 2023	63.59	46.60	1,95,432
September - 2023	57.25	48.08	1,70,178
October - 2023	107.90	62.01	15,76,140
November - 2023	89.80	66.20	2,25,542
December - 2023	78.50	66.70	1,07,713
January - 2024	87.40	67.50	1,84,848
February - 2024	77.00	64.88	92,510
March - 2024	74.00	57.11	1,25,325

Table 2 - Distribution of Shareholding as on 31st March, 2024

Shares Range	Total Shares held	% of total Shares	No. of Shareholders	% of total Shareholders
1 to 500	18,05,448	21.12	23,455	96.90
501 to 1000	3,04,067	3.56	407	1.68
1001 to 2000	2,88,486	3.37	196	0.81
2001 to 3000	1,08,475	1.27	43	0.18
3001 to 4000	89,852	1.05	25	0.10
4001 to 5000	79,130	0.92	17	0.07
5001 to 10000	2,36,667	2.77	36	0.15
10001 and above	56,37,875	65.94	27	0.11
Total	85,50,000	100.00	24,206	100.00

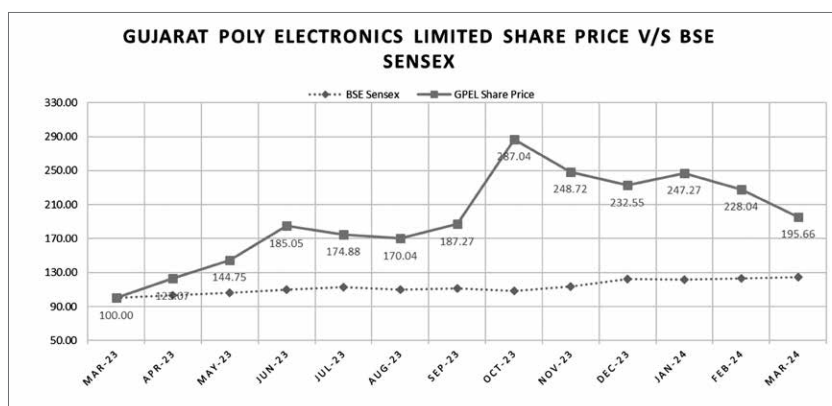
Table 3 - Category-wise distribution of shareholding as on 31st March, 2024

Sr. No.	Category	No. of shareholders	No. of shares held	% of total shares
1.	Promoters:	1	46,16,152	53.99
2.	Institutions:			
	a. Mutual Funds	-	-	-
	b. Banks & FI	2	1,460	0.02
	c. Insurance Companies	-	-	-
	d. Others	-	-	-
3.	Non – Institutions:			
	a. Bodies Corp- Ltd Liability Partnership	3	3,473	0.04
	b. Bodies Corporate	32	39,256	0.46
	c. NRI	42	22,052	0.26
	d. HUF	98	1,07,701	1.26
	e. Clearing Members	-	-	-
	f. Trusts	1	60	-
4.	Directors other than Promoters and their Relatives	8	1,25,880	1.47
5.	Key Managerial Personnel	1	190	-
6.	Escrow Demat Account	1	1,028	0.01
7.	Resident Individuals	24,017	36,32,748	42.49
	Total	24,206	85,50,000	100.00

Table 4 - Break-up of shares in physical & electronic mode as on 31st March, 2024.

Mode	No. of shareholders	% of total shareholders	No. of shares	% of total shares
Physical	18,152	74.99	14,13,329	16.53
Electronic	6,054	25.01	71,36,671	83.47
Total	24,206	100.00	85,50,000	100.00

PERFORMANCE IN COMPARISON TO BSE SENSEX:



Closing value of GPEL share price v/s BSE Sensex on the last trading day of the month Base is considered to be 100 as on 31st March 2023



ANNEXURE A
CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
 The Members of
 Gujarat Poly Electronics Limited
 B-18, Gandhinagar Electronic Estate
 Gandhinagar – 382 024

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Gujarat Poly Electronics Limited (hereinafter referred to as **'the Company'**) having CIN - L21308GJ1989PLC012743 and having Registered Office at B-18, Gandhinagar Electronic Estate, Gandhinagar – 382024; for the purpose of issuing this certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10 (i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications [including Directors Identification Number (DIN) status at the portal www.mca.gov.in] as considered necessary and explanations furnished to me by the Company and its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of appointment in Company
1.	Mr. Parthiv Kilachand	00005516	11-03-1992
2.	Mr. Atul Mehta	00005523	14-09-1989
3.	Mr. Tanil Kilachand	00006659	11-03-1992
4.	Ms. Saloni Jhaveri	00029474	30-03-2015
5.	Mr. Rajan Vahi	00033940	24-01-2019
6.	Mr. Chandrakant Khushaldas	00260818	14-03-2007

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Mumbai
 Date: 3rd May, 2024

Tushar Shridharani
 Practicing Company Secretary
Membership No.: FCS 2690 / **Certificate of Practice No.:** 2190
Peer Review Certificate No.: 1509 / 2021
UDIN: F002690F000301802

COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
Gujarat Poly Electronics Limited

We have examined the compliance of conditions of Corporate Governance by Gujarat Poly Electronics Limited (hereinafter referred to as 'the Company') for the year ended March 31, 2024 stipulated in regulation 17 to 27 and clause (b) to (i) of regulation 46(2) and para C and D of schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The Compliance of conditions of Corporate Governance is the responsibility of the management of the Company. Our examination was limited to the procedures and implementation thereof, adopted by the Company to ensure compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of an opinion on the financial statement of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in SEBI Listing Regulations to the extent applicable.

We further state that such compliance is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Tushar Shridharani

Practicing Company Secretary

Membership No.: FCS 2690 / Certificate of Practice No.: 2190

Peer Review Certificate No.: 1509 / 2021

UDIN: F002690F000301868

Place: Mumbai

Date: 3rd May, 2024



INDEPENDENT AUDITOR'S REPORT

To the Members of
Gujarat Poly Electronics Limited

Report on the Audit of the Financial Statements

Opinion:-

We have audited the Financial Statements of **Gujarat Poly Electronics Limited** (the 'Company') which comprise the Balance Sheet as at March 31, 2024, and the statement of Profit and Loss (including other comprehensive income) Statement of changes in equity and Statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of Material accounting policies Information and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Sec. 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended (Ind AS), other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and profit, total comprehensive income, changes in equity and its cash flows for the year then ended on that date.

Basis for Opinion:-

We concluded 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 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 ICAI'S Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial

Statements for the financial year ended March 31, 2024. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there is no key audit matter to communicate in our report.

Information other than Financial Statements & Auditors Report thereon

The Company's Board of Directors is responsible for the Other Information. The Other Information inter-alia comprises of Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information (but does not include the Financial Statements and our auditor's report thereon), which we obtained prior to the date of this report and the rest of the Annual Report is expected to be made available to us after that date.

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

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

Based on the work we have performed, if we conclude that there is a material misstatement of this Other Information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and accounting principles generally accepted in India. The responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies; making judgement and estimates that

are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively or ensuring 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, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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 guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial 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 system 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 the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

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.

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 sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief are necessary for the purpose of our audit.
 - (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 Balance Sheet, the Statement of Profit and Loss including other comprehensive income and the Cash Flow Statement, Statement of changes in Equity dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to or separate report in "**Annexure B**".

- (g) With respect to the other matters to be included in the Auditors Report in accordance with requirements of Sec. 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/provided by the Company to its Directors during the year is in accordance with the provisions of Sec. 197 read with Schedule V to the Companies Act, 2013.

- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rule, 2014, in our opinion and to the best of our information and according to the explanations given to us :
 - i. The Company has disclosed the impact of pending litigations on the financial position of its Financial Statements Refer Note 4.02 to the Financial Statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries ") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
 - (b) The management has represented that, to the best of its knowledge and belief, no funds

(which are material either individually or in aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. (a) The company had not proposed any final dividend in the previous year, which was declared and paid by the Company during the year.
- (b) The Company has not declared and paid any interim dividend during the year and until the date of this report.
- (c) The Board of Directors of the Company has not proposed any final dividend for the year which is subject to approval of the members in the ensuing Annual General Meeting.
- vi. Based on our examination carried out in accordance with the Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, which included test checks, we report that the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that audit trail feature is not enabled for direct changes to database level. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect to accounting software.

For, Mahendra N. Shah & Co.,
Chartered Accountants
ICAI Firm Registration No.: 105775W

Chirag M. Shah
Partner
Membership No.: 045706
UDIN: 23045706BGUVRS1336

Place: Ahmedabad
Date: May 6, 2024



ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 1 under “Report on Other Legal and Regulatory Requirements section of our report to the members of Gujarat Poly Electronics Limited of even date)

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

i. In respect of Company’s Property, Plant and Equipment and Intangible Assets :

(a) (i) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

(ii) The Company is maintaining proper records showing full particulars of intangible assets.

(b) The Property, Plant & Equipment and right-of-use assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the Company and nature of its business. According to information and explanation given to us, no material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) as disclosed in the Financial Statements are held in the name of the company.

(d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.

ii. (a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the

nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.

(b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause (ii)(b) of the Order is not applicable.

iii. The Company has not provided any guarantee or security to companies, firms, Limited Liability Partnerships or any other parties during the year. The Company has made investments and granted loans or advances in the nature of loans to other parties, in respect of which :

(a) The Company has provided interest-free unsecured loans or advances in the nature of loans during the year and details of which are given below:

Particulars	Aggregate Amount during the year (Rs. In ‘Lakhs)	Balance outstanding at the balance sheet date (Rs. In ‘Lakhs)
Subsidiaries	Nil	Nil
Joint Ventures	Nil	Nil
Associates	Nil	Nil
Others (employees)	1.37	3.80

The Company has not given guarantee or provided security to any other entity during the year.

(b) In relation to investments made, loans and advances granted, we are of the opinion that the terms and conditions of the loans and advances provided are not prejudicial to the interest of the Company.

(c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts are regular as per stipulation in such cases.

(d) According to information and explanations given to us and based on the audit procedures performed in respect of loans granted and advances in the nature of loans provided by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan or advance in the nature of loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

- (f) The Company has not granted Loans or advances in the nature of loans which are repayable on demand or without specifying any terms or period of repayment. Hence, the requirements under paragraph 3(iii)(f) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and explanations given to us, the company has complied with provision of Section 186 of the Companies Act, 2013 In respect of loans and investment. The Company has not granted loan or given guarantee or provided security as provided in the section 185 and 186 of the Companies Act, 2013.
- v. According to information and explanation given to us, the Company has not accepted any deposits from the public and is not holding any amounts which are deemed to be deposits during the year. Hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi. The provisions of sub-section (1) of section 148 of the Act are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for the products of the Company. Accordingly, the provisions stated in paragraph 3(vi) of the Order are not applicable to the Company.
- vii. In respect of statutory dues:
- (a) The company has been generally regular in depositing undisputed statutory dues including Goods and Service tax, Provident Fund, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2024 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 to in sub-clause (a) above which have not been deposited as on March 31, 2024 on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) The Company had not defaulted in respect of loans and other borrowings.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and hence reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the Financial Statements of the Company, the company has not raised funds on short-term basis.
- (e) The Company has not made any investment in or given any new loan or advances to any of its subsidiaries, associates or joint ventures during the year and hence, reporting under clause (ix)(e) of the Order is not applicable.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries or joint ventures or associate companies. Hence reporting under clause 3(ix)(f) of the Order is not applicable.
- x. (a) According to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans during the year. Accordingly, the provisions of clause 3 (x)(a) of the Order are not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or convertible debentures (fully, partly or optionally convertible) during the year under review and hence reporting under clause 3x(b) of the Order is not applicable.
- xi. (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year. Accordingly, the provisions stated in paragraph 3(xi)(c) of the Order is not applicable to company.
- xii. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company.



- xiii. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. In our opinion, the Company has not entered into any non-cash transactions with directors or persons connected with its directors during the year. Hence provisions of Section 192 of the Companies Act, 2013 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, the reporting under clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) In our opinion, the Company has not conducted any Non-Banking Financial or Housing Finance activities without any valid Certificate of Registration from Reserve Bank of India. Hence, the reporting under paragraph clause 3(xvi)(b) of the Order are not applicable to the Company.
- (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Hence, the reporting under paragraph clause 3(xvi)(c) of the Order are not applicable to the Company.
- (d) The Company does not have any CIC as a part of its group. Hence, the provisions stated in paragraph clause 3(xvi)(d) of the Order are not applicable to the Company.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year. Hence, the provisions stated in paragraph clause 3 (xvii) of the Order are not applicable to the Company.
- viii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- xix. On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial Statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report 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. (a) In respect of other than ongoing projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies Act (Act), in compliance with second proviso to sub section 5 of section 135 of the Act. This matter has been disclosed in note 4.13 to the financial statements
- (b) There are no unspent amounts in respect of ongoing projects, that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of Companies Act.

For, Mahendra N. Shah & Co.,
Chartered Accountants
ICAI Firm Registration No.: 105775W

Chirag M. Shah
Partner

Place: Ahmedabad
Date: May 6, 2024

Membership No.: 045706
UDIN: 24045706BKAJRR4288

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in paragraph 2(f) under “Report on Other Legal and Regulatory Requirements section of our report to the members of India Gujarat Poly Electronics Limited of even date)

Report on the Internal Financial Controls under Clause (1) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Gujarat Poly Electronics Limited (“the Company”) as of March 31, 2024 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls systems over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s Judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting.

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Financial Statements for external purpose in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company. (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company, and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company’s assets that could have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

For, Mahendra N. Shah & Co.,
Chartered Accountants
ICAI Firm Registration No.: 105775W

Chirag M. Shah
Partner

Place: Ahmedabad
Date: May 6, 2024

Membership No.: 045706
UDIN: 24045706BKAJRR4288



BALANCE SHEET AS AT MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	2.01	109.06	106.45
Other Intangible assets	2.02	14.46	17.93
Right to use Asset	2.03 (a)	40.32	41.10
Financial assets			
Investments	2.03 (b)	991.99	803.20
Other financial assets	2.04	8.75	8.67
Deferred tax assets (Net)	2.05	32.94	-
Other non current assets	2.06	0.25	0.23
Total non-current assets		1,197.77	977.58
Current Assets			
Inventories	2.08	285.62	304.43
Financial Assets			
Trade receivables	2.09	411.03	458.26
Cash and cash equivalents	2.10	194.73	24.98
Bank balances other than 2.10 above	2.11	15.00	85.00
Loans	2.12	3.80	5.76
Other financial assets	2.04	0.66	2.69
Other current assets	2.06	21.64	17.02
Total current assets		932.48	898.14
Assets Held for Sale	2.07	27.00	27.00
Total assets		2,157.25	1,902.72
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	2.13	855.00	855.00
Other Equity	2.14	71.42	(140.54)
Total equity		926.42	855.00
Liabilities			
Non-current liabilities			
Financial liabilities			
Lease Liability	2.15	37.92	36.88
Provisions	2.16	56.62	67.09
Total non-current liabilities		94.54	103.97
Current liabilities			
Financial Liabilities			
Borrowings	2.17	981.50	-
Lease Liability	2.15	3.58	3.26
Trade payables	2.18		
Total outstanding dues of			
a) Micro-enterprises and small enterprises		11.00	10.84
b) Creditors other than micro-enterprises and small enterprises		72.58	0.80
Other financial liabilities	2.19	-	981.50
Other current liabilities	2.20	32.69	56.35
Provisions	2.16	34.94	31.54
Total current liabilities		1,136.29	1,084.29
Total equity and liabilities		2,157.25	1,902.72

Summary of material accounting policies information
Refer accompanying notes. These notes are an integral part of the financial statements.

1

As per our report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
Firm Registration No.: 105775W
Chirag Shah
Partner
(Membership No. 045706)
Place: Ahmedabad
Date: May 6, 2024

For and on behalf of the Board of Directors
T. R. Kilachand
Executive Chairman
DIN 00006659
H. H. Jani
Chief Financial Officer

A. H. Mehta
Managing Director
DIN 00005523
Nivedita Nambiar
Company Secretary & Compliance Officer
(M. No.: 8479)
Place: Mumbai
Date: May 6, 2024

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Particulars	Note No.	Year Ended March 31, 2024	Year Ended March 31, 2023
Income			
Revenue from operations	3.01	1,692.28	1,597.31
Other income	3.02	71.91	443.57
Total Income		<u>1,764.19</u>	<u>2,040.88</u>
Expenses			
Cost of materials consumed	3.03	1.57	1.67
Purchase of stock-in-trade	3.04	1,049.76	1,023.12
Changes in inventories of stock-in-trade	3.05	19.39	(5.80)
Employee benefits expense	3.06	310.20	303.48
Finance costs	3.07	3.38	1.54
Depreciation and amortization expense	3.08	19.27	21.88
Other expenses	3.09	176.29	165.11
Total Expenses		<u>1,579.86</u>	<u>1,511.01</u>
Profit / (loss) before tax		184.33	529.87
Tax expenses			
Current tax		-	-
Deferred Tax		(31.60)	-
Profit / (loss) for the year		<u>215.93</u>	<u>529.87</u>
Other comprehensive Income / (Loss)			
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		(5.31)	(12.19)
Income tax relating to items that will not be reclassified to profit or loss		1.34	
Total other comprehensive Income / (Loss)		<u>(3.97)</u>	<u>(12.19)</u>
Total comprehensive Income for the year		<u>211.96</u>	<u>517.68</u>
Earnings per equity share :			
Basic (in Rs.)		2.53	6.20
Diluted (in Rs.)		2.53	6.20

Material accounting Policies Information 1
Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date**For Mahendra N. Shah & Co.**

Chartered Accountants
Firm Registration No.: 105775W

Chirag Shah

Partner
(Membership No. 045706)

Place: Ahmedabad

Date: May 6, 2024

For and on behalf of the Board of Directors

T. R. Kilachand

Executive Chairman
DIN 00006659

H. H. Jani

Chief Financial Officer

A. H. Mehta

Managing Director
DIN 00005523

Nivedita Nambiar

Company Secretary & Compliance Officer
(M. No.: 8479)

Place: Mumbai

Date: May 6, 2024



STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

A. Equity share capital	Amount.
As at April 1, 2022	855.00
Changes during the year 2022-23	-
As at March 31, 2023	855.00
Changes during the year 2023-24	-
As at March 31, 2024	855.00

B. Other Equity

Particulars	Reserves and Surplus Retained Earnings	Total Other equity
As at April 1, 2022	(658.21)	(658.21)
Profit for the year	529.87	529.87
Dividend paid	-	-
Other comprehensive income for the year	(12.19)	(12.19)
Balance as at March 31, 2023	(140.54)	(140.54)
Balance as at April 1, 2023	(140.54)	(140.54)
Profit for the year	215.93	215.93
Dividend paid	-	-
Other comprehensive income for the year	(3.97)	(3.97)
Balance as at March 31, 2024	71.42	71.42

Note: Loss of 3.97 and 12.19 (in 'lakhs) on remeasurement of defined employee benefit plans (net of tax) is recognised as a part of retained earnings for the year ended March 2024 and March 2023 respectively

Material accounting Policies information

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date
For Mahendra N. Shah & Co.
 Chartered Accountants
 Firm Registration No.: 105775W

Chirag Shah
 Partner
 (Membership No. 045706)

Place: Ahmedabad
Date: May 6, 2024

For and on behalf of the Board of Directors

T. R. Kilachand
 Executive Chairman
 DIN 00006659

H. H. Jani
 Chief Financial Officer

A. H. Mehta
 Managing Director
 DIN 00005523

Nivedita Nambiar
 Company Secretary & Compliance Officer
 (M. No.: 8479)

Place: Mumbai
Date: May 6, 2024

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Particulars	Year Ended March 31, 2024	Year Ended March 31, 2023
(A) Cash flow From Operating Activities		
Profit before income tax	184.33	529.87
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	19.27	21.88
Amount no longer payable written back	(0.44)	-
Allowance for bad & doubtful Debts (Net)	1.10	(6.03)
Short(Excess provision) written back	0.01	(0.10)
Unrealised foreign exchange loss / (gain)	(7.60)	(5.02)
Income from Interest	(4.50)	(11.74)
Other Income	-	0.23
Interest and finance charges	3.38	1.54
Profit on sale of asset	0.08	(408.26)
Actuarial gains/ (losses) on post employment defined benefit plans	5.31	(12.19)
Fair value measurements of investments	(58.94)	(18.20)
	<u>142.00</u>	<u>91.99</u>
Change in operating assets and liabilities :		
Decrease / (increase) in trade receivables	46.11	(82.43)
Decrease / (increase) in inventories	18.81	(4.47)
Increase / (decrease) in trade payables	64.30	7.88
Decrease / (Increase) in other financial assets	2.26	9.03
Decrease / (increase) in other non-current assets	(0.02)	(1.02)
Decrease / (increase) in other current assets	(4.69)	5.59
Decrease / (increase) in Loans	1.96	3.16
Increase / (decrease) in provisions	(7.07)	17.58
Increase / (decrease) in other current liabilities	(23.22)	31.97
Cash generated from operations	<u>240.44</u>	<u>79.29</u>
Net cash flow from / (used in) operating activities (A)	<u>240.44</u>	<u>79.29</u>
(B) Cash flow From Investing Activities		
Purchase of investments	(129.85)	(785.00)
Payments for acquisition of property, plant and equipment	(12.98)	(31.73)
Proceeds from sale of property, plant and equipment	0.06	562.30
Interest Income	4.42	11.74
Change in fixed deposits	70.00	165.00
Net Cash flow from/(used in) Investing Activities (B)	<u>(68.35)</u>	<u>(77.68)</u>
(C) Cash flow From Financing Activities		
Interest and finance charges	(2.34)	(7.16)
Net Cash flow from/(used in) Financing Activities (C)	<u>(2.34)</u>	<u>(7.16)</u>
Net Increase/(Decrease) In Cash & Cash Equivalents (A+B+C)	169.75	(5.55)
Cash and Cash Equivalents at the beginning of the year	24.98	30.53
Cash and Cash Equivalents at the end of the year	<u>194.73</u>	<u>24.98</u>
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents		
Balance with Banks:		
Cash on Hand	-	-
On current accounts	194.73	24.98
Cheque on Hand	-	-
Balance as per the cash flow statement	<u>194.73</u>	<u>24.98</u>
Note:		
Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows		

As per our report of even date
For Mahendra N. Shah & Co.
Chartered Accountants
Firm Registration No.: 105775W
Chirag Shah
Partner
(Membership No. 045706)
Place: Ahmedabad
Date: May 6, 2024

For and on behalf of the Board of Directors
T. R. Kilachand
Executive Chairman
DIN 00006659
H. H. Jani
Chief Financial Officer

A. H. Mehta
Managing Director
DIN 00005523
Nivedita Nambiar
Company Secretary & Compliance Officer
(M. No.: 8479)
Place: Mumbai
Date: May 6, 2024



MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

Background

Gujarat Poly Electronics Limited is engaged in the manufacturing and trading of Ceramic Capacitors both Multilayer and Single layer. The company is public limited company and is listed on the Bombay Stock Exchange (BSE). The Registered Office of the company is located at Gandhinagar, Gujarat.

Authorization of standalone financial statements

The financial statements were authorized for issue in accordance with a resolution of the directors on 6th May, 2024

1.00 Material accounting policy information

This note provides a list of the Material accounting policies information adopted in the presentation of these financial statements.

1.01 BASIS OF PREPARATION

(i) Compliance with Ind AS

The financial statements comply in all material aspects with Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 ("the Act") and relevant rules issued thereunder. In accordance with proviso to the Rule 4A of the Companies (Accounts) Rules, 2014, the terms used in these financial statements are in accordance with the definitions and other requirements specified in the applicable Accounting standards.

(ii) **Historical cost convention**

The financial statements have been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities are measured at fair value; and
- defined benefit plans – plan assets measured at fair value.

1.02 ROUNDING OF AMOUNTS

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs, except where otherwise indicated.

1.03 CURRENT VERSUS NON-CURRENT CLASSIFICATION

The Company presents its assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current if it is:

- a) Expected to be realised or intended to sold or consumed in normal operating cycle
- b) Held primarily for the purpose of trading
- c) Expected to be realised within twelve months after the reporting period, or
- d) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- a) It is expected to be settled in normal operating cycle
- b) It is held primarily for the purpose of trading
- c) It is due to be settled within twelve months after the reporting period, or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. Based on the nature of operations, the Company has ascertained its operating cycle as 12 months for the purpose of current - non-current classification of assets and liabilities.

MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

1.04 USE OF JUDGEMENTS, ESTIMATES & ASSUMPTIONS

While preparing financial statements in conformity with Ind AS, the management makes certain estimates and assumptions that require subjective and complex judgments. These judgments affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses, disclosure of contingent liabilities at the statement of financial position date and the reported amount of income and expenses for the reporting period. Financial reporting results rely on our estimate of the effect of certain matters that are inherently uncertain. Future events rarely develop exactly as forecast and the best estimates require adjustments, as actual results may differ from these estimates under different assumptions or conditions. The management continually evaluate these estimates and assumptions based on the most recently available information.

Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are as below:

Key sources of estimation uncertainty

- a) Financial instruments; (Refer note 4.07)
- b) Useful lives of property, plant and equipment and intangible assets; (Refer note 1.06 & 1.07)
- c) Valuation of inventories; (Refer note 1.10)
- d) Assets and obligations relating to employee benefits; (Refer note 4.04)
- e) Evaluation of recoverability of deferred tax assets; (Refer note 2.05) and
- f) Contingencies. (Refer note 4.02)

1.05 FOREIGN CURRENCY TRANSACTIONS

(i) **Functional and presentation currency**

The Company's financial statements are prepared in INR, which is also the Company's functional and presentation currency.

(ii) **Transactions and balances**

Monetary items

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognised in statement of profit and loss.

Non – Monetary items

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

1.06 PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment is stated at cost, less accumulated depreciation and accumulated impairment losses. The initial cost of an asset comprises its purchase price, any costs directly attributable to bringing the asset into the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of any decommissioning obligation, if any. The purchase price is the aggregate amount paid and the fair value of any other consideration given to acquire the asset.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to statement of profit and loss during the reporting period in which they are incurred.



MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss.

Stores & Spares which meet the definition of property plant and equipment and satisfy the recognition criteria of Ind AS 16 are capitalized as property, plant and equipment.

Depreciation on Property, plant and equipment

Depreciation on Property, Plant & Equipment is provided on straight line method except Furniture and Fixtures. In accordance with requirements prescribed under Schedule II of Companies Act, 2013, the Company has assessed the estimated useful lives of its Property, Plant & Equipment and has adopted the useful lives and residual value as prescribed in Schedule II. Furniture and Fixtures are depreciated on written down value basis.

Depreciation on additions/deletions during the year are provided on pro rata basis. In case of impairment, depreciation is provided on the revised carrying amount over its remaining useful life.

The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

1.07 INTANGIBLE ASSETS

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses.

Intangible assets with finite lives are amortised on straight line basis over their useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at each year end. The amortisation expense on Intangible assets with finite lives and impairment loss is recognised in the Statement of Profit and Loss.

Business application software intended for long term use are recorded at their acquisition cost and the cost of assets at their carrying value.

Amortisation of intangible assets

Computer software is amortized over the estimated useful life of the assets.

1.08 IMPAIRMENT OF ASSETS

Carrying amount of tangible assets and intangible assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or Company's assets (cash-generating units). Non- financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

1.09 LEASES

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date, whether fulfillment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement.

MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

As a Lessee

Operating Lease

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to statement of profit and loss on a straight-line basis over the period of the lease unless the payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases.

1.10 **INVENTORIES**

Inventories are valued at the lower of cost (determined mainly on FIFO basis) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and Finished goods include appropriate proportion of overheads and, where applicable, excise duty.

1.11 **CASH AND CASH EQUIVALENTS**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

1.12 **FINANCIAL INSTRUMENTS**

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Initial Recognition and Measurement – Financial Assets and Financial Liabilities

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss and ancillary costs related to borrowings) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Statement of Profit and Loss.

Classification and Subsequent Measurement: Financial Assets

The Company classifies financial assets as subsequently measured at amortised cost, fair value through other comprehensive income ("FVTOCI") or fair value through profit or loss ("FVTPL") on the basis of following:

- the entity's business model for managing the financial assets and
- the contractual cash flow characteristics of the financial asset.

Amortised Cost:

A financial asset is classified and measured at amortised cost if both of the following conditions are met:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

FVTOCI:

A financial asset is classified and measured at FVTOCI if both of the following conditions are met:

- the financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.



MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

FVTPL:

A financial asset is classified and measured at FVTPL unless it is measured at amortised cost or at FVTOCI.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Impairment of Financial Assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For Trade Receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

Classification and Subsequent measurement: Financial Liabilities

The Company's financial liabilities include trade payables and other financial liabilities.

Financial Liabilities at FVTPL:

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.

Gains or losses on financial liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities:

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

Derecognition of Financial Assets and Financial Liabilities:

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred. If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

1.13 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions are recognised when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a current pre-tax rate. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent liabilities are disclosed in the case of:

- a present obligation arising from the past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- a present obligation arising from the past events, when no reliable estimate is possible;
- a possible obligation arising from past events, unless the probability of outflow of resources is remote.

Contingent Assets is disclosed when inflow of economic benefits is probable.

MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

1.14 REVENUE RECOGNITION

Revenue is measured at the value of the consideration received or receivable, after deduction of any trade discount, volume rebates and any taxes or duties collected on behalf of Government such as Goods and Services Tax, etc.

Adopting Ind AS 115 the Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as described below.

Sale of Goods

Revenue from sale of goods is recognised when control of the products being sold is transferred to our customers and there are no longer any unfulfilled obligations. The performance obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.

Other Revenue

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.

Revenue in respect of insurance/other claims etc, is recognized only when it is reasonably certain that the ultimate collection will be made.

1.15 TAXES ON INCOME

Current Tax:

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax:

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity.

1.16 GOVERNMENT GRANT

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it shall be recognised in profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate. The above criteria is also used for recognition of incentives under various scheme notified by the Government.



MATERIAL ACCOUNTING POLICY INFORMATION AND NOTES TO THE FINANCIAL STATEMENTS.

1.17 GRATUITY AND OTHER POST - EMPLOYEE BENEFITS

a) Short-term obligations

Short term employee benefits are recognised as an expense at an undiscounted amount in the Statement of profit & loss of the year in which the related services are rendered.

b) Post-employment obligations

The Company operates the following post-employment schemes:

- defined benefit plans such as gratuity; and
- defined contribution plans such as provident fund.

Gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in statement of profit and loss as past service cost.

Defined contribution plans

The company pays provident fund contributions to publicly administered provident funds as per local regulations. The company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

c) Other long-term employee benefit obligations

The liabilities for leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of profit and loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

1.18 EARNINGS PER SHARE (EPS)

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

2.01 Property, plant and equipment: All amounts are in 'Lakhs' unless otherwise stated

Particulars	Gross Carrying Amount			Depreciation / Impairment			Net Block		
	As at April 1, 2023	Addition	Disposal	As at March 31, 2024	As at April 1, 2023	For the Year	Deduction	As at March 31, 2024	As at March 31, 2023
Own Assets:									
Land (Lease Hold)	16.28	-	-	16.28	1.35	0.17		1.52	14.76
Building - Factory	65.12	-	-	65.12	39.66	1.25		40.91	24.20
Plant & Machinery	30.65			30.65	0.65	0.05		0.70	29.95
Electrical Installation	2.53			2.53	0.33	0.19		0.52	2.01
Furniture & Fixtures	0.50			0.50	0.41	0.01		0.42	0.08
Office Equipment	10.38	0.13		10.51	8.26	0.56		8.82	1.69
Vehicles	54.95	11.59		66.54	27.93	6.09		34.02	32.52
Computer & Peripherals	12.22	0.87	0.60	12.49	7.59	1.52	0.46	8.64	3.85
Total	192.63	12.59	0.60	204.61	86.18	9.84	0.46	95.55	109.06
									106.45

Particulars	Gross Carrying Amount			Depreciation / Impairment			Net Block		
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	As at April 1, 2022	For the Year	Deduction	As at March 31, 2023	As at March 31, 2022
Own Assets:									
Land (Lease Hold)	16.28		-	16.28	1.18	0.17		1.35	14.93
Building - Factory	65.12		-	65.12	34.19	5.47		39.66	25.46
Plant & Machinery	75.63		44.98	30.65	0.63	0.05	0.03	0.65	30.00
Electrical Installation	4.96		2.43	2.53	0.14	0.19		0.33	2.20
Furniture & Fixtures	1.03	0.01	0.54	0.50	0.38	0.03		0.41	0.09
Office Equipment	10.72	0.34	0.34	10.38	7.80	0.67	0.21	8.26	2.12
Vehicles	54.95		-	54.95	21.86	6.07		27.93	33.09
Computer & Peripherals	9.09	3.36	0.23	12.22	6.72	0.87		7.59	4.63
Total	237.78	3.37	48.52	192.63	72.90	13.52	0.24	86.18	164.88



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

2.02 Other Intangible Assets: All amounts are in 'Lakhs' unless otherwise stated

Particulars	Gross Carrying Amount			Amortisation / Impairment			Net Block		
	As at April 1, 2023	Addition	Disposal	As at March 31, 2024	As at April 1, 2023	For the Year 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2023
Software	28.13	0.40	-	28.53	10.20	3.86	14.06	14.46	17.93
Total	28.13	0.40	-	28.53	10.20	3.86	14.06	14.46	17.93

Particulars	Gross Carrying Amount			Amortisation / Impairment			Net Block		
	As at April 1, 2022	Addition	Disposal	As at March 31, 2023	As at April 1, 2022	For the Year 2022	As at March 31, 2023	As at March 31, 2022	As at March 31, 2022
Software	17.63	10.50	-	28.13	7.65	2.55	10.20	17.93	9.98
Total	17.63	10.50	-	28.13	7.65	2.55	10.20	17.93	9.98

2.03 Right of use assets:

As at March 31, 2024

Particulars	Gross carrying amount			Accumulated Amortisation			Net carrying amount		
	As at April 1, 2023	Additions	Adjustments / Deletions	As at April 1, 2023	As at March 31, 2024	For the year 2023	As at March 31, 2024	As at March 31, 2023	As at March 31, 2023
Building	64.36	5.80	1.01	69.15	23.26	5.57	28.83	40.32	41.10
Total	64.36	5.80	1.01	69.15	23.26	5.57	28.83	40.32	41.10

As at March 31, 2023

Particulars	Gross carrying amount			Accumulated Amortisation			Net carrying amount		
	As at April 1, 2022	Additions	Adjustments / Deletions	As at April 1, 2022	As at March 31, 2023	For the year 2023	As at March 31, 2023	As at March 31, 2022	As at March 31, 2022
Building	24.56	39.80		64.36	17.44	5.82	23.26	41.10	7.12
Total	24.56	39.80		64.36	17.44	5.82	23.26	41.10	7.12

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

2.03	Non-current assets	Non-Current	
		As at March 31,	
		2024	2023
2.03 (a)	Right to use Asset	40.32	41.10
		<u>40.32</u>	<u>41.10</u>
2.03 (b)	Unquoted Investments		
	Investment In Mutual Fund (FVTPL)	991.99	803.20
	(measured at fair value through Profit & Loss)		
		<u>991.99</u>	<u>803.20</u>
	Aggregate Amount of Unquoted Investments	991.99	803.20
	Aggregate market value of Quoted Investments	Nil	Nil
	Aggregate amount of impairment in value of investments	-	-
2.04	Other financial assets	Non-Current	
		As at March 31,	
		2024	2023
		2024	2023
	Security deposits	3.23	3.15
	Interest Receivable	-	-
	Deposits with HDFC (As a Security, refer Note No. 4.02)	0.52	0.52
	Fixed deposits with Bank	5.00	5.00
	Insurance claim receivable	-	0.17
		<u>8.75</u>	<u>8.67</u>
		<u>0.66</u>	<u>2.69</u>
2.05	Deferred tax	Year ended March 31	
		2024	2023
	The Income Tax Expense consists of following		
	Current Tax		
	Expected Current Income Tax Expense	46.40	133.37
	Current Tax benefit pertaining to prior years	(46.40)	(133.37)
		<u>-</u>	<u>-</u>
	The reconciliation of estimated income tax expense at statutory income tax rate to income tax expense reported in statement of Profit and loss is as follows:	Year ended March 31	
		2024	2023
	Profit before tax	184.33	529.87
	Indian Statutory Income Tax rate	25.17%	25.17%
	Expected Income Tax Expense	46.40	133.37
	Tax Effects of Adjustments to reconcile expected Income Tax Expense to reported Income tax Expense		
	Profit on sale of asset	-	102.76
	Set off against Brought Forward Unabsorbed Depreciation	46.40	30.61
		<u>46.40</u>	<u>133.37</u>
	Total Income Tax Expense	<u>Nil</u>	<u>Nil</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Deferred tax assets (net)	As at March 31,	
	2024	2023
Tax effect of items constituting deferred tax liabilities		
Difference between book balance and tax balance of PPE	16.31	16.35
Difference between Right of use asset & lease liability	(0.30)	0.24
	<u>16.01</u>	<u>16.59</u>
Tax effect of items constituting deferred tax assets (Refer note below)		
Disallowances u/s 43(B) of Income Tax Act,1961	23.04	16.59
Carried forward business losses	25.91	-
	<u>48.96</u>	<u>16.59</u>

Net deferred tax asset / (liabilities)

(The Company has accounted for and recognised Net Deferred Tax Assets of Rs. 32.94 lakhs in respect of set off of carried forward losses of earlier years considering virtual certainty of earning profits on the basis of profit earned in the current year and in recent years.)

2.06 Other assets	Non-Current		Current	
	As at March 31,		As at March 31,	
	2024	2023	2024	2023
<u>Advances other than Capital Advances</u>				
Unsecured, considered good unless stated otherwise				
Prepaid expenses	-	-	6.20	5.06
Balances with Statutory Authorities:	-	-	14.58	11.00
Sundry Advances	-	-	0.85	0.96
<u>Other Receivables</u>				
Employee Super Annuation Scheme	0.14	0.12	-	-
GPPEL Employees GGCA Trust	0.11	0.11	-	-
	<u>0.25</u>	<u>0.23</u>	<u>21.64</u>	<u>17.02</u>

2.07 Assets held for sale:	Particulars	Balance as at March 31,	
		2024	2023
		Plot of Land at cost	27.47
Less: Amortisation	0.47	0.47	
Net Cost	<u>27.00</u>	<u>27.00</u>	

(i) The company has one plot of lease hold Land for which the company has initiated action for disposal of this plot of land and accordingly this asset is disclosed in "Asset Held for Sale " and is valued at lower of amortised cost or fair market value and amortisation for the year thereof is charged to statement of profit and loss.

2.08 Inventories	As at March 31,	
	2024	2023
Raw Materials	26.75	25.93
Work in progress	2.73	2.69
Finished Goods	1.86	4.14
Stock-in-Trade	253.80	270.95
Stores and spares	0.06	0.46
Packing Materials	0.42	0.26
	<u>285.62</u>	<u>304.43</u>

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

2.09 Trade Receivables	Current	
	As at March 31,	
	2024	2023
Trade receivables - considered good	411.03	458.26
Trade Receivable-Credit Impaired	1.87	0.77
Total	412.90	459.03
Less: Loss allowance for doubtful receivables	1.87	0.77
	411.03	458.26

Particulars	Outstanding as on 31st March 2024 for following periods from due date of payment					Total
	Less than 6 months including not due	6 months - 1 Years	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivable-Considered good	407.40	2.25	1.38	-	-	411.03
Undisputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-
Undisputed Trade Receivable-Credit Impaired	0.71	0.04	1.12	-	-	1.87
Disputed Trade Receivable-Considered good	-	-	-	-	-	-
Disputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivable-Credit Impaired	-	-	-	-	-	-
Total	-	-	-	-	-	412.90
Less : Allowance for doubtful debts	-	-	-	-	-	1.87
	-	-	-	-	-	411.03

Particulars	Outstanding as on 31st March 2023 for following periods from due date of payment					Total
	Less than 6 months including not due	6 months-1 Years	1-2 Years	2-3 Years	More than 3 Years	
Undisputed Trade Receivable-Considered good	424.72	33.54	-	-	-	458.26
Undisputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-
Undisputed Trade Receivable-Credit Impaired	0.28	0.49	-	-	-	0.77
Disputed Trade Receivable-Considered good	-	-	-	-	-	-
Disputed trade receivable-Significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivable-Credit Impaired	-	-	-	-	-	-
Total	-	-	-	-	-	459.03
Less : Allowance for doubtful debts	-	-	-	-	-	0.77
	-	-	-	-	-	458.26

2.10 Cash and Cash Equivalent	As at March 31,	
	2024	2023
a) Cash and Bank Balance		
Balances with banks:		
Cash On Hand	-	-
On current accounts	194.73	24.98
	194.73	24.98



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

2.11 Bank balances other than cash and cash equivalents	Current	
	As at March 31,	
	2024	2023
Fixed deposits with Bank	15.00	85.00
	<u>15.00</u>	<u>85.00</u>
2.12 Loans	Current	
	As at March 31,	
	2024	2023
Loans to employees		
Unsecured, considered good unless stated otherwise	3.80	5.76
	<u>3.80</u>	<u>5.76</u>
2.13 Share Capital	As at March 31,	
	2024	2023
Equity share capital:		
1,20,00,000 (March 31, 2024: 1,20,00,000; April 1, 2023: 1,20,00,000) equity shares of Rs. 10/- each	1,200.00	1,200.00
Preference share capital		
10,00,000 (March 31, 2023: 10,00,000) ½% Non-cumulative Redeemable Preference shares of Rs.100 each	1,000.00	1,000.00
Total Authorised Share Capital	<u>2,200.00</u>	<u>2,200.00</u>
Issued, Subscribed & Paid up Capital		
85,50,000 (March 31, 2024: 85,50,000; April 1, 2023: 85,50,000) equity shares of Rs. 10/- each (fully paid up)	855.00	855.00
Total issued, subscribed and fully paid-up share capital	<u>855.00</u>	<u>855.00</u>

a. Reconciliation of shares outstanding as at the beginning and at the end of the reporting period:

Equity shares	As at March 31,			
	2024		2023	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the period	8,550,000	855.00	8,550,000	855.00
Shares Issued during the year under ESOP	-	-	-	-
Shares Issued during the year as Bonus shares	-	-	-	-
Shares Bought back/ Other movements during the year	-	-	-	-
Outstanding at the end of the period	<u>8,550,000</u>	<u>855.00</u>	<u>8,550,000</u>	<u>855.00</u>

b. Rights, preference and restrictions attached to shares:

Equity Shares

The Company has issued only one class of equity shares having face value of Rs. 10 (March 31, 2024 : Rs. 10; April 1, 2023 Rs.10) per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in proportion to the number of equity shares held by the shareholders.

c. Details of share holders holding more than 5% shares in the company

Equity shares of Rs. 10 each fully paid Name of the Shareholder	As at March 31,			
	2024		2023	
	No. of Shares	% of holding	No. of Shares	% of holding
Polychem Limited	4,616,152	54%	4,616,152	54%

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

d. Details of Promoters holding Shares in the company

	As at March 31,				% Deviation
	2024		2023		
	No. of Shares	% of holding	No. of Shares	% of holding	
Equity shares of Rs. 10 each fully paid					
Name of the Shareholder					
Polychem Limited	4,616,152	54%	4,616,152	54%	-

2.14 Other equity	As at March 31,	
	2024	2023
General reserve	-	-
Retained Earnings	71.42	(140.54)
Capital reserve	-	-
Securities Premium	-	-
Capital Redemption reserve	-	-
	71.42	(140.54)
Retained Earnings		
Balance at beginning of year	(140.54)	(658.22)
Add: Profit for the year	211.96	517.68
Balance as at the end of the year	71.42	(140.54)

Total other equity

Description of the nature and purpose of each reserve within equity is as follows:

Retained Earnings:

Retained earnings are the profits that the company has earned till date and is net of amount transferred to other reserves such as general reserves etc. and adjustments on account of transition to Ind.As.

2.15 Financial liabilities	Non-Current		Current	
	As at March 31,		As at March 31,	
	2024	2023	2024	2023
Lease Liability	37.92	36.88	3.58	3.26
	37.92	36.88	3.58	3.26

2.16 Provisions	Non-Current		Current	
	As at March 31,		As at March 31,	
	2024	2023	2024	2023
Gratuity payable (Funded)	29.24	42.93	11.19	10.54
Leave Encashment	27.38	24.16	19.10	17.43
Bonus Payable	-	-	4.65	3.57
	56.62	67.09	34.94	31.54



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

2.17 Current Borrowings	Current	
	As at March 31,	
	2024	2023
Preference Share Capital	981.50	-
	<u>981.50</u>	<u>-</u>

The Company has issued 9,81,500 1/2% Non-Cumulative Redeemable Preference Shares of Rs. 100 each as per the NCLT approval dtd.24/11/2023 to Polychem Limited as per the provisions u/s 55 of the Companies Act, 2013.

2.18 Trade payables	Current	
	As at March 31,	
	2024	2023
Total outstanding dues of Micro Enterprises & Small Enterprises	11.00	10.84
Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	72.58	0.80
	<u>83.58</u>	<u>11.64</u>

Disclosure as required by Micro, Small and Medium Enterprises Development Act, 2006

A. (i) Principal amount remaining unpaid	11.00	10.84
(ii) Interest amount remaining unpaid	-	-
B. Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
C. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
D. Interest accrued and remaining unpaid	-	-
E. Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

Note: Identification of micro and small enterprises is based on intimation received from vendors

Outstanding as on 31st March 2024 for following periods from due date of payment

Particulars	Not Due	Less Than 1 Year	1-2 Year	2-3 Years	More than 3 Years	Total
MSME	11.00	-	-	-	-	11.00
Others	55.60	16.98	-	-	-	72.58
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

Outstanding as on 31st March 2023 for following periods from due date of payment

Particulars	Not Due	Less Than 1 Year	1-2 Year	2-3 Years	More than 3 Years	Total
MSME	10.84	-	-	-	-	10.84
Others	0.68	-	0.06	0.06	-	0.80
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

2.19 Other financial liabilities	Current	
	As at March 31,	
	2024	2023
Preference Share Capital	-	981.50
	<u>-</u>	<u>981.50</u>

Note:

- 2.19 (i) Rights of ½% Non-cumulative Redeemable Preference shareholders
- 2.19 (ii) 9,81,500 ½% Non-cumulative Preference shares of Rs.100 each fully paid-up have been allotted on December 20, 2002
- 2.19 (iii) Polychem Ltd holds 9,81,500 ½% Non-cumulative Preference shares of Rs.100 each fully paid-up as on 31st March, 2023.
- 2.19 (iv) The company has issued 9,81,500- ½ % Non-cumulative Redeemable Preference Shares of Rs. 100 each in 2002 which were to be redeemed on or before 19th December, 2022 (Due Date). As per section 55 (2) of the Act, the preference shares can be redeemed out of the profits of the Company which would otherwise be available for dividend. The Company does not have divisible profits which would be available for distributing dividend. Thus the Company was not able to redeem the existing preference shares as per section 55(2) of the Act. Consequently, in pursuance of sub-section (3) of section 55 of the Act, the management of the Company has filed a petition before the Hon'ble National Company Law Tribunal, Ahmedabad ("NCLT") on 3rd August, 2022 seeking permission to issue further 9,81,500 ½ % Non-cumulative redeemable preference shares of Rs. 100 each in lieu of the existing Preference Shares i.e. 9,81,500- ½ % Non-cumulative Redeemable Preference Shares of Rs. 100 each. Upon sanction of the aforesaid petition and issue of these further redeemable preference shares, the existing unredeemed preference shares shall be deemed to have been redeemed. The matter is presently pending before NCLT.

2.20 Other liabilities	Current	
	As at March 31,	
	2024	2023
Statutory Payables	13.30	38.38
Dues to Customer	0.70	1.96
Provision for Expense	12.33	9.95
LTA Payable	6.36	6.06
	<u>32.69</u>	<u>56.35</u>

3.01 Revenue from operations	Year Ended	Year Ended
	March 31, 2024	March 31, 2023
Revenue from operations		
Sale of products (Net)	1,691.39	1,596.34
Other operating revenue		
Others	0.89	0.97
	<u>1,692.28</u>	<u>1,597.31</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

3.02 Other Income	Year Ended March 31, 2024	Year Ended March 31, 2023
Interest Income	4.50	11.74
Other non - operating income		
Excess Provision Write Back	-	0.10
Misc.Income	-	0.04
Foreign Exchange Gain	7.61	5.03
Profit/Loss on sale of asset	-	408.26
Other non - operating income	0.86	0.20
Fair value measure of investments (FVTPL)	58.94	18.20
	<u>71.91</u>	<u>443.57</u>
3.03 Cost of materials consumed	Year Ended March 31, 2024	Year Ended March 31, 2023
Opening Stock	25.93	26.87
Purchases	2.39	0.73
Less: Closing stock	(26.75)	(25.93)
	<u>1.57</u>	<u>1.67</u>
3.04 Purchases of Stock-in-trade	Year Ended March 31, 2024	Year Ended March 31, 2023
i) Trading Goods	1,049.76	1,023.12
	<u>1,049.76</u>	<u>1,023.12</u>
3.05 Changes in inventories	Year Ended March 31, 2024	Year Ended March 31, 2023
Finished Goods		
Closing Stock	1.86	4.14
Less: Opening Stock	(4.14)	(7.30)
	<u>(2.28)</u>	<u>(3.16)</u>
Work in process		
Closing Stock	2.73	2.69
Less: Opening Stock	(2.69)	(2.60)
	<u>0.04</u>	<u>0.09</u>
Trading Goods		
Closing Stock	253.80	270.95
Less: Opening Stock	(270.95)	(262.08)
	<u>(17.15)</u>	<u>8.87</u>
Net (Increase)/Decrease	<u>19.39</u>	<u>(5.80)</u>
3.06 Employee Benefits Expense	Year Ended March 31, 2024	Year Ended March 31, 2023
Salaries, wages & incentives	259.17	243.82
Contribution to provident and other fund	30.80	47.88
Staff welfare expenses	20.23	11.78
	<u>310.20</u>	<u>303.48</u>
3.07 Finance Costs	Year Ended March 31, 2024	Year Ended March 31, 2023
Interest and Finance charges on financial liabilities not a FVTPL		
Other interest expenses	0.00	0.01
Lease Discounting	3.38	1.53
	<u>3.38</u>	<u>1.54</u>

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

3.08 Depreciation and amortization expense	Year Ended March 31, 2024	Year Ended March 31, 2023
Depreciation of property, plant and equipment	11.15	14.31
Amortization of Intangible assets	2.55	1.76
Lease Amortization	5.57	5.81
	<u>19.27</u>	<u>21.88</u>
3.09 Other expenses	Year Ended March 31, 2024	Year Ended March 31, 2023
Advertisement expenses	0.32	0.61
Bank Charges	0.05	0.08
Conveyance & travelling expenses	10.70	7.28
CSR Expense	2.38	-
Director sitting fees	3.50	2.56
Director Commission	0.68	-
Director meeting expense	0.05	-
ECL (Other) Expense	1.10	-6.03
Electric Power, oil fuel and water charges	6.12	6.65
Factory Expense	6.36	4.74
Freight Outward(net)	10.87	9.48
General charges	1.35	0.99
Insurance charges	9.36	8.89
Labour Charges	-	1.37
Legal and professional fees	45.50	47.33
Membership & subscription	1.00	0.84
Miscellaneous expenses	17.71	22.27
Motor car expenses	13.19	12.17
Property Tax	4.10	3.70
Postage & courier expenses	0.18	0.21
Printing & Stationery expenses	2.75	2.62
Loss on sale of asset	0.08	-
Loss of goods in transit	0.09	-
Auditor's Remuneration		
Audit fees	3.60	3.00
Limited review fees	0.90	0.75
Tax audit fees	0.60	0.45
Other matters	2.40	1.32
Rates & taxes	0.85	1.22
Rent	0.00	-0.00
Repair & Maintenance		
Machinery	0.14	0.03
Others	12.43	14.72
Selling & distributions expenses	3.91	4.05
Security Service Charges	10.67	10.09
Stores and Spares Write off	-	-
Packing Material consumed	0.71	1.29
Telephone expenses	2.24	2.43
Stores and Spares Write off	0.39	-
	<u>176.29</u>	<u>165.11</u>



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

4.01 Earnings Per Share (EPS)	As at March 31, 2024	As at March 31, 2023
Basic earnings per share :		
Attributable to equity holders of the Company	2.53	6.20
Diluted earnings per share :		
Attributable to equity holders of the Company	2.53	6.20
Reconciliation of earnings used in calculating earnings per share :		
Basic earnings per share		
Profit attributable to equity holders of the Company used in calculating basic earnings per share:	215.93	529.87
Diluted earnings per share		
Profit attributable to equity holders of the Company used in calculating diluted earnings per share Used in calculating diluted earnings per share	215.93	529.87
Weighted average number of Equity shares used as the denominator in calculating basic & diluted earnings per share	85.50	85.50

4.02 Contingent Liabilities	As at March 31, 2024	As at March 31, 2023
Disputed Demand of Employees' State Insurance Corporation *	Nil	1.03
*Bank Guarantee is issued to ESIC as security for Rs. 52,000/- only		

4.03 Other income:

During previous year, the company has granted, assigned, conveyed, and transferred to the assignees, all its leasehold rights, title and interest in 4 sub plots out of total 5 plots admeasuring 4971 square meters and resultant gain arising on the same aggregating to Rs. 445.94 Lakhs for the entire year have been shown under the head "Other Income".

The above plots of land were forming part of larger land bearing Plot No. B-17/P admeasuring 6240 square meters and the transfers have been made to the assignees after fulfilment of terms and conditions as mentioned in the provisional transfer orders (PTO) and receipt of the final transfer orders from GIDC.

4.04 Employee benefits

a) Defined Contribution Plans:	2023-24	2022-23
Amount recognized as an expense and included in Note 3.07 of Statement of Profit and Loss		
1 Contribution to Provident Fund	15.14	14.81
2 Contribution to Pension Fund	4.14	4.00
3 Contribution to Superannuation Fund	5.55	6.52
	24.84	25.34

b) Defined Benefit Plans:

The Company sponsors funded defined benefit plans for qualifying employee. The defined benefit plans are administered by separate fund that are leagally separate fund from the entity. The board of the fund is responsible for the investment policy with regard to assets of the fund.

These plans typically expose the Company to Actuarial risks such as: investment risk, interest rate risk, longetivity risk and salary risk. No other post-retirement benefit are provided to the employees.

Investment Risk	The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to government bond yields. If the return on plan asset is below this rate, it will create a plan deficit. Currently the plan has investment with LIC of India
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NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Interest Risk	A decrease in the interest rate will increase the plan liability. However, this will be partially offset by an increase in the return on the plan's debt investments
Longevity Risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary Risk	The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Discount rate	7.21%	7.50%
Expected rate of salary increase	6.00%	6.00%
Mortality Rate	Indian Assured Lives Mortality (2012-14) URBAN	Indian Assured Lives Mortality (2012-14) URBAN

c) Amounts recognised in Statement of Profit and Loss in respect of defined benefit plans

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Service cost:		
Current service cost	1.95	3.25
Net Interest Cost	4.01	1.75
Past Service Cost	-	17.54
Components of defined benefits cost recognised in Statement of Profit and Loss	5.96	22.54

d) Amounts recognised in Other Comprehensive Income in respect of defined benefit plans

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Remeasurement of net defined benefit liability		
Return on plan assets (excluding amount included in net interest expense)	(1.67)	1.93
Net Acturial (Gain) / Loss	6.98	10.26
Components of defined benefits cost recognised in Other Comprehensive Income	5.31	12.19

e) Amounts recognised in Balance Sheet in respect of defined benefit plans

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Present Value of the Defined Benefit Obligations	(121.58)	(105.23)
Fair Value of Plan Assets	81.15	51.76
Liability Recognised in the Balance Sheet	(40.43)	(53.46)



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

f) Movements in present value of defined benefit obligation

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Opening defined benefit obligations	105.23	122.89
Current service cost	1.95	3.25
Interest cost	7.89	8.89
Past Service Cost	-	17.54
Benefit paid from the fund	(0.46)	(57.60)
Remeasurement (Gains) / losses		
Actuarial (gains) / losses on Defined Benefit Obligation - Due to change in demographic assumptions	-	-
Actuarial (gains) / losses on Defined Benefit Obligation - Due to change in financial assumptions	1.15	(1.04)
Actuarial (gains) / losses on Defined Benefit Obligation - Due to experience	5.82	11.29
Closing defined benefit obligation	121.58	105.23

g) Reconciliation

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Opening Net Liability	53.46	24.24
Add: Employer Expenses (Expenses recognised in the statement of P/L account)	5.96	22.54
Add: Trasfer to OCI	5.31	12.19
Less: Benefit Paid	-	-
Less: Employers contribution	(24.30)	(5.51)
Closing Net Liability	40.43	53.46

h) The category of plan assets as a percentage of total plan are as follows:

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Deposits with LIC of India	100%	100%

i) Sensitivity Analysis

Below is the sensitivity analysis determined for significant actuarial assumption for determination of defined benefit obligation and based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period.

Key assumptions for determination of Defined Benefit Obligation are Discount Rate (i.e. Interest Rate) Salary Growth Rate and Employee Turnover Rate

Particulars	Gratuity	
	March 31, 2024	March 31, 2023
Delta Effect of +1% Change in Rate of Discounting	(3.85)	(3.60)
Delta Effect of -1% Change in Rate of Discounting	4.24	3.98
Delta Effect of +1% Change in Rate of Salary Increase	4.25	4.00
Delta Effect of -1% Change in Rate of Salary Increase	(3.93)	(3.69)
Delta Effect of +1% Change in Rate of Employee Turnover	0.23	0.29
Delta Effect of -1% Change in Rate of Employee Turnover	0.25	0.32

4.05 Dues to Micro and Small Enterprises

There is outstanding amount at the year end to the creditors qualifying as supplier under the Micro, Small and Medium Enterprise Development Act, 2006, however there is no delay in payment to such creditors during the year therefore no liability u/s 16 of the said Act has arose. Accordingly, no disclosure is required to be made u/s. 22 of the Act.

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

4.06 Capital Management

Risk management

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholder value. The company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirement of the financial covenants.

The company monitors capital using gearing ratio, which is net debt divided by total equity plus debt.

Particular	As at	
	March 31, 2024	March 31, 2023
Borrowings	981.50	-
Less: Cash and Cash Equivalents	194.73	24.98
Net Debt (A)	786.77	-
Total Equity	926.42	714.46
Equity and Net Debt (B)	1,713.20	714.46
Gearing Ratio (A/B)	0.46	-

The Company is not exposed to any externally imposed capital requirements.

4.07 Financial Instruments :

(i) Methods & assumption used to estimates the fair values

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following method and assumption is used to estimate the fair values:

- (a) The carrying amounts of receivables and payables which are short term in nature such as trade receivables, other bank balances, loans to employees, borrowings, trade payables, other financial liabilities and cash and cash equivalents are considered to be the same as their fair values.

(ii) Categories of financial instruments

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: unadjusted quoted prices in active markets for identical assets or liabilities.

Level 2: directly or indirectly observable market inputs, other than Level 1 inputs; and

Level 3: inputs which are not based on observable market data

Particulars	As at March 31, 2024		As at March 31, 2023	
	Carrying values	Fair value	Carrying values	Fair value
Financial assets				
Measured at amortised cost				
Trade receivables	411.03	411.03	458.26	458.26
Loans	3.80	3.80	5.76	5.76
Cash and Bank balances	209.73	209.73	109.98	109.98
Other financial assets	9.41	9.41	11.36	11.36
Total (A)	633.96	633.96	585.36	585.36



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Measured at fair value through profit or loss

Investment in equity instruments of other companies

Investment in mutual funds	991.99	991.99	803.20	803.20
Derivative Instruments				
Total (B)	992	992	803	803
Total Financial assets (A+B)	1,625.95	1,625.95	1,388.56	1,388.56

Financial liabilities

Measured at amortised cost

Trade payables	83.58	83.58	11.64	11.64
Borrowings	981.50	981.50		
Other financial liabilities	-	-	981.50	981.50
Total Financial liabilities	1,065.08	1,065.08	993.14	993.14

4.08 Financial Risk Management

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board of Directors. The details of different types of risk and management policy to address these risks are listed below:

The Company's activities are exposed to various risks viz. Credit risk, Liquidity risk and Market risk. In order to minimise any adverse effects on the financial performance of the Company, it uses various instruments and follows policies set up by the Board of Directors / Management.

(i) Credit risk

Credit risk arises from the possibility that counter party will cause financial loss to the company by failing to discharge its obligation as agreed.

The Company has specific policies for managing customer credit risk; these policies factor in the customers' financial position, past experience and other customer specific factors. The Company uses the allowance matrix to measure the expected credit loss of trade receivables from customers.

Based on the industry practices and business environment in which the Company operates, management considers that the trade receivables are in default if the payment are more than 18 months past due.

Table showing age of gross trade receivables and movement in expected credit loss allowance:

Age of Receivables	As at	
	March 31, 2024	March 31, 2023
Within the credit period	334.81	342.05
1-90 days past due	73.30	82.95
91-180 days past due	2.24	32.63
181-270 days past due	0.06	1.40
271-360 days past due	2.48	
More than 360 days past due	0.02	
Total	412.90	459.03

Movement in the expected credit allowance

As at March 31, 2022	6.79
Provided during the year	(6.02)
As at March 31, 2023	0.77
Provided during the year	1.10
As at March 31, 2024	1.87

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

(ii) Liquidity Risk

Liquidity risk is risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company's principal sources of liquidity are cash and cash equivalents, borrowings and the cash flow that is generated from operations.

Maturities of financial liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities as at the reporting date:

As at March 31, 2024	less than 1 year	1 to 5 year	More than 5 year	Total
Borrowings	981.50	-	-	981.50
Trade payables	83.58	-	-	83.58
Other Financial Liabilities	-	-	-	-
As at March 31, 2023	less than 1 year	1 to 5 year		Total
Borrowings	-	-	-	-
Trade payables	11.64	0.00	0.00	11.64
Other Financial Liabilities	0.00	0.00	981.50	981.50

(iii) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Company is exposed in the ordinary course of business to risks related to changes in foreign currency exchange rate and interest rate.

Market Risk – Foreign Exchange

Foreign currency risk is that risk in which the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company operates internationally and a portion of its business is transacted in one currency and therefore the Company is exposed to foreign exchange risk through its overseas sales in one foreign currency. The Company hedges the receivables by forming view after discussion with Forex Consultant and as per polices set by Management.

The carrying amount of the Company's foreign currency denominated monetary liabilities as at the end of the reporting period is as follows:

Currencies	March 31, 2024	March 31, 2023
USD	-	-
Foreign currency exposure as at March 31, 2024	USD	Total
Liabilities		
Trade Payables	59,750	59,750
Foreign currency exposure as at March 31, 2023	USD	Total
Liabilities		
Trade Payables	-	-

Details of Unhedged Foreign Currency Exposure is as under:-

Currency	Nature	March 31, 2024		March 31, 2023	
		Amount in Foreign Currency	Amount in INR (in 'LAKHS)	Amount in Foreign Currency	Amount in INR (in 'LAKHS)
USD	Liability-Import Payable	59,750	50	-	-

Foreign currency sensitivity

1 % increase or decrease in foreign exchange rates will have the following impact on loss before tax and on other components of equity



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

Particulars	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	1 % Increase	1 % Increase	1 % Decrease	1 % Decrease
	(In 'LAKHS)	(In 'LAKHS)	(In 'LAKHS)	(In 'LAKHS)
USD	(0.50)	0	0.50	-

4.09 Segment Reporting

The Company operates in a single segment and in line with Ind AS - 108 - "Operating Segments", the operations of the Company fall under "Manufacturing & Trading of Electronic Capacitors" which is considered to be the only reportable business segment and the revenue is substantially derive from domestic market.

4.10 The Company has aggressively focused in Trading of goods. Due to change in technological advancements, commercial considerations and market preferences, the company has taken up exercise to identify inventories which has very slow turnover ratio. The company will pass necessary accounting treatment on final ascertainment of the same.

4.11 Key Ratios

Sr. No.	Ratio	Ratio as on 31st March 2024	Ratio as on 31st March 2023	% Deviation	Reasons for more then 25% Deviation
1	Current Ratio Current Assets Current Liabilities (without considering Pref. Share 98150)	6.02	8.74	-31.06%	The current ratio has declined as there is fall of 3.82 % in current assets and rise of 50.59% in current liability (due to comparatively higher trade payables)
2	Debt-to-equity Ratio Total Outside Liabilities Shareholder's Equity	1.14	1.51	-24.48%	NA
3	Debt Service Coverage Ratio Earnings Available for Debt Servicing Interest and Lease Payment Installments# (PBT+DEP+Sin. Cost)	30.53	82.09	-62.80%	Despite rise of 5.95% in operating revenue, there has been significant fall in earnings available for debt servicing (as there is fall in other income by 83.79%) as such the ratio has fallen dramatically
4	Return on Equity Ratio Net Profit After Tax Shareholder's Equity	0.20	0.74	-73.17%	Shareholders equity has improved by 29.67%(improving profit since last few years) whereas PAT has declined by 65.21 resulting in decline in return on equity
5	Inventory Turnover Ratio Sales Average Inventory	3.78	5.28	-28.37%	Although the sales has increased by 6%, the growing average inventory(48% increase) in current year has lowered inventory turnover ratio

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

4.11 Key Ratios

Sr. No.	Ratio	Ratio as on 31st March 2024	Ratio as on 31st March 2023	% Deviation	Reasons for more than 25% Deviation
6	Receivables Turnover Ratio Net Credit Sales Average Accounts Receivable	3.89	3.88	0.37%	NA
7	Payables Turnover Ratio Net Credit Purchases Average Trade Payables	22.10	132.97	-83.38%	The average trade paybles has recorded a remarkable rise (1012.5%) causing a notable fall in payable turnover ratio
8	Net Capital Turnover Ratio Net Sales Working Capital	2.18	2.01	8.42%	NA
9	Net Profit Ratio Proift After Tax Net Sales	0.11	0.33	-67.18%	Profit after tax has materially declined in the current year as compared to last year , Since last year there is profit from sale of land lease rights
10	Return on Capital employed Ratio EBIT Capital Employed	0.002	0.006	-71.68%	The lower EBIT in current year compared to last year(-65%) and higher capital invested (24.75%) has reduced return on capital in current year
11	Return on Investment Current value of investment- cost of investment cost of investment	1.06	1.02	3.91%	NA



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

4.12 Leases

(I) Following are the changes in the carrying value of Right of Use assets for the year ended March 31, 2024:

Particulars	Category of ROU	Total
	Office Place	
Balance as at March, 2023	41.10	41.10
Addition/Deletions	4.79	4.79
Depreciation of Right of use assets	5.57	5.57
Balance as at March 31,2024	40.32	40.32

Following are the changes in the carrying value of Right of Use assets for the year ended March 31,2023:

Particulars	Category of ROU	Total
	Office Place	
Balance as at March, 2022	7.12	7.12
Addition/Deletions	39.80	39.80
Depreciation of Right of use assets	5.82	5.82
Balance as at March 31,2023	41.10	41.10

(II) Following are the changes in the carrying value of lease liability for the year ended March 31, 2024

Particulars	Category of ROU	Total
	Office Place	
Balance as at March 31,2023	40.14	40.14
Finance cost accrued during the year	3.38	3.38
Lease liabilities recognised during the year	4.76	4.76
Lease concession		
Payment of lease liabilities	6.78	6.78
Balance as at March 31, 2024	41.50	41.50
Current portion of Lease liability	3.58	3.58
Non current portion of Lease liability	37.92	37.92

Following are the changes in the carrying value of lease liability for the year ended March 31, 2023

Particulars	Category of ROU	Total
	Office Place	
Balance as at March 31,2022	6.69	6.69
Finance cost accrued during the year	1.54	1.54
Lease liabilities recognised during the year	38.65	38.65
Lease concession		
Payment of lease liabilities	6.74	6.74
Balance as at March 31, 2023	40.14	40.14
Current portion of Lease liability	36.88	36.88
Non current portion of Lease liability	3.26	3.26

III Amounts recognised in the statement of cash flows

Particulars	F.Y. 2023-24	F.Y. 2022-23
Total cash outflow for leases	6.78	6.74

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

4.13 Details of CSR Expense

Particulars	Amount as on 31st March 2024	Amount as on 31st March 2023
Aggregate net profits of last three financial years as per Section 198 of the Companies Act, 2013	355.70	NA
Average Net Profits	118.57	NA
(i) Amount required to be spent by the Company during the year	2.38	-
(ii) Amount spent towards CSR Activities	2.38	-
(iii) Shortfall at the end of the year	-	-
(iv) Reasons for Short fall	-	-
(v) Nature of CSR Activities		NA
	Beautification activities at Amrit Sarovar, "Kilachand Devchand Amrut Sarovar" at village Vamaj, Mehsana, Gujarat state	
(vi) Details of related party transactions	NA	NA

As per Paragraph 17(b) of the Guidance Note on CSR issued by ICAI, the details of expenditure incurred by the Company on CSR activities are as follows:

Particulars	In Cash	Yet to be paid in Cash	Total
Construction/Acquisition of asset	-	-	-
Other than (i) above:	-	-	-

4.14 Related Party Transactions

(a) Names of related parties and description of relationship

Nature of Relationship	Name of Related Parties
i Key managerial personnel	T. R. Kilachand - Executive Director , Chairman P. T. Kilachand - Non Executive Director A. H. Mehta - Managing Director C. K. Khushaldas - Independent Non Executive Director S.A.Jhaveri - Independent Non Executive Director L.Katadare (Nominee of GIIC)- Non Executive Director (Resigned w.e.f. 3rd May, 2023) R.P.Vahi - Independent Non Executive Director H.H. Jani - Chief Financial Officer Nivedita Nambiar - Company Secretary and Compliance Officer
ii Entities where the key managerial personnel have significant influence/control	Ginners & Pressers Limited
iii Holding	Polychem Limited



NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2024

All amounts are in 'Lakhs' unless otherwise stated

(b) Details of Transactions:

	Key Managerial personnel		Entities where the key managerial personnel have significant influence/control		Holding		Total Amount	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Expenses								
<u>Electricity charges</u>								
Ginners & Pressers Limited	-	-	0.36	0.31	-	-	0.36	0.31
<u>Remuneration</u>								
A. H. Mehta	35.50	32.78	-	-	-	-	35.50	32.78
T. R. Kilachand	20.62	20.87	-	-	-	-	20.62	20.87
H. H. Jani	26.07	22.16	-	-	-	-	26.07	22.16
Nivedita Nambiar	10.88	7.59	-	-	-	-	10.88	7.59
<u>Directors sitting fees (including Audit committee Fees)</u>								
T. R. Kilachand	-	-	-	-	-	-	-	-
P. T. Kilachand	0.60	0.32	-	-	-	-	0.60	0.32
C. K. Khushaldas	1.00	0.72	-	-	-	-	1.00	0.72
S. A. Jhaveri	0.90	0.48	-	-	-	-	0.90	0.48
R. P. Vahi	1.00	0.72	-	-	-	-	1.00	0.72
L. Katadare	-	0.32	-	-	-	-	-	0.32
<u>Directors Commission</u>								
P. T. Kilachand	0.17	-	-	-	-	-	0.17	-
C.K. Khushaldas	0.17	-	-	-	-	-	0.17	-
S. A. Jhaveri	0.17	-	-	-	-	-	0.17	-
R. P. Vahi	0.17	-	-	-	-	-	0.17	-
Total expenses payable	97.25	85.96	0.36	0.31	-	-	97.61	86.27
<u>Reimbursement/(Recovery) of expenses</u>								
Total reimbursement	-	-	0.36	0.31	-	-	-	-

As per our report of even date

For and on behalf of the Board of Directors

For Mahendra N. Shah & Co.
Chartered Accountants
Firm Registration No.: 105775W

T. R. Kilachand
Executive Chairman
DIN 00006659

A. H. Mehta
Managing Director
DIN 00005523

Chirag Shah
Partner
(Membership No. 045706)

H. H. Jani
Chief Financial Officer

Nivedita Nambiar
Company Secretary & Compliance Officer
(M. No.: 8479)

Place: Ahmedabad
Date: May 6, 2024

Place: Mumbai
Date: May 6, 2024



If not delivered, please return to:

GUJARAT POLY ELECTRONICS LIMITED

Plot No. B-18, Gandhinagar Electronic Estate, Gandhinagar, Gujarat - 382 024.