



Shri Balaji Valve Components Ltd

(Formerly known as Shri Balaji Valve Components Pvt Ltd)

Manufacturing of Precision Machined & Valve Components.

CIN: L29220PN2011PLC141370

GST No: 27AAQCS607681Z2

Dated: 23/08/2024

To,
The General Manager
DCS-CRD
(Corporate Relationship Department)
BSE Ltd.
Rotunda Building
P.J. Tower, Dalal Street, Fort
MUMBAI-400001

BSE SCRIP Code: SBVCL | 544074

Subject: Annual Report for the Financial Year 2023-24 including Notice of Annual General Meeting.

Dear Sir/Madam,

We wish to inform you that 13th Annual General Meeting ("AGM") of the Company will be held on Saturday, 14th September, 2024 at 03.00 p.m. (IST) through Video Conferencing / Other Audio Visual Means in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India. Pursuant to Regulation 30 read with Para A, Part A of Schedule III of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Annual Report of the Company for the Financial Year 2023-24 including the Notice convening the 13th Annual General Meeting of Shri Balaji Valve Components Ltd (Formerly Known As Shri Balaji Valve Components Private Limited), which is being sent through electronic mode to those Members whose e-mail addresses are registered with the Company/ Registrar & Share Transfer Agent/ Depository Participant(s). The Integrated Annual Report for the Financial Year 2023-24 along with Notice of the 13th AGM is also available on the website of the Company at www.balajivalvecomponents.com.

Thanking you.

Yours Faithfully,
For, Shri Balaji Valve Components Ltd

Name: Shrinivas Laxmikant Kole
(Whole Time Director & CFO)
DIN: 10119216

Date: 23/08/2024

Place: Pune

Encl: As Above

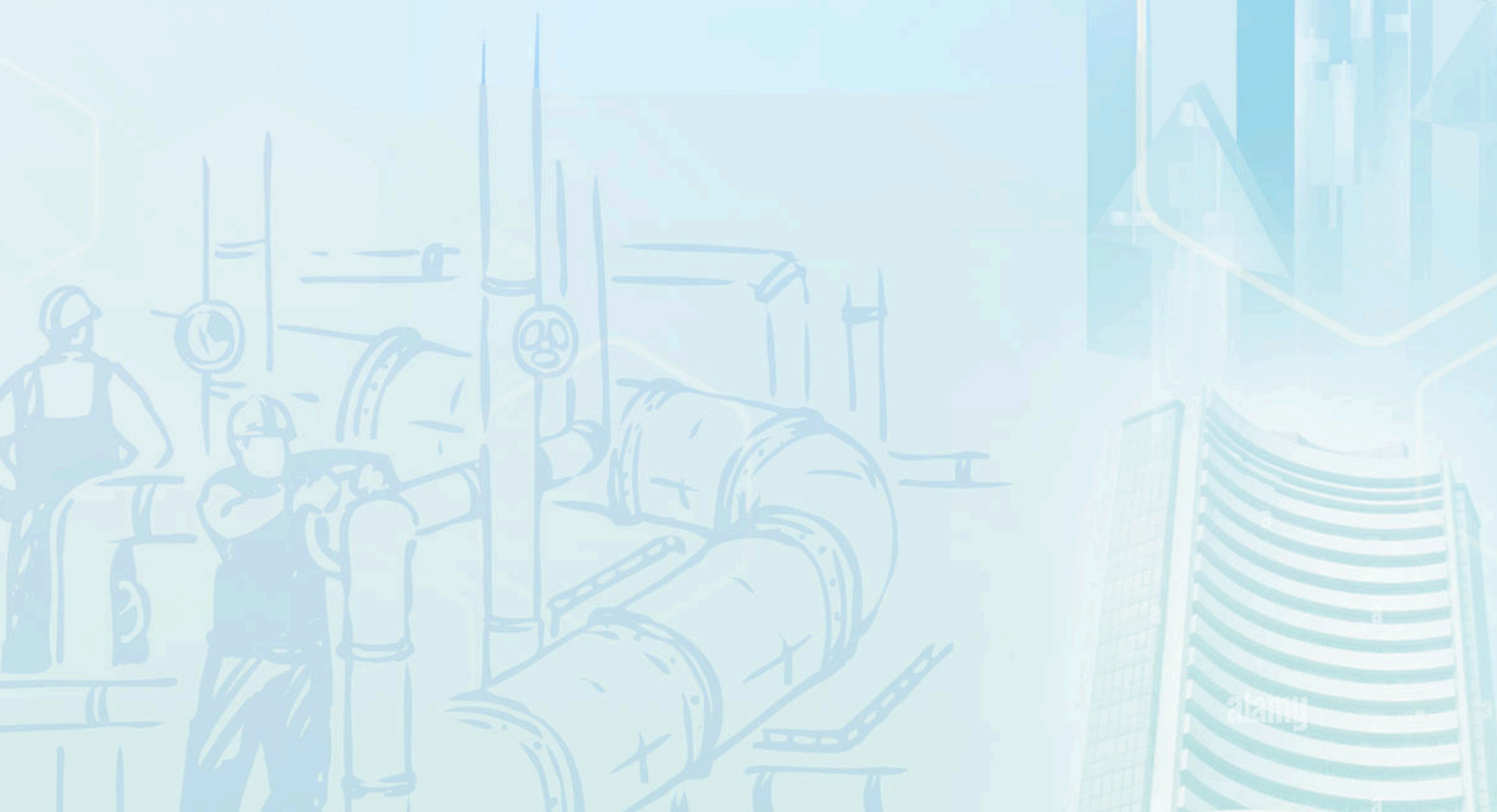


**SHRI BALAJI
VALVE COMPONENTS
LIMITED**



**SHRI BALAJI
VALVE COMPONENTS
LIMITED**

Annual Report FY 2023 - 24





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CORPORATE INFORMATION

BOARD OF DIRECTORS

LAXMIKANT SADASHIV KOLE
Chairman & Managing Director
DIN: 05110323

MADHURI LAXMIKANT KOLE
Non-Executive Director
DIN: 05110326

SHRINIVAS LAXMIKANT KOLE
Whole Time Director & CFO
DIN: 10119216

SANKER PARAMESWARAN
Independent Director
DIN: 00008187

VASUDEO GANPATDAS GUJRATHI
Independent Director
DIN: 03071463

SECRETARIAL AUDITOR

CHIRAG CHAWRA & CO.
Shop No.319, 3rd Floor, Heuu Industrial Spaces, Near Kinetic Engineering Limited, MIDC Pimpri - Chinchwad, Pune - 411019

INTERNAL AUDITOR

M/S JSG AND COMPANY
FRN: 135589W
MRS: 145527
Partner: CA Govind Chandak
Membership No: 145527

BANKERS:

HDFC BANK LIMITED
ADDRESS: KAMALACROSS ROAD, FINOLEX CHOWK, UNIT NO. 1 TO 4 AND 26 TO 29A WING OPP. PCMC OFFICE, PIMPRI, PUNE
411017, MAHARASHTRA, INDIA
TEL. NO.: +91 020 46706606/ +91 9420924330
EMAIL: shivkumar.belwale@hdfcbank.com
WEBSITE: www.hdfcbank.com
CONTACT PERSON: Shivkumar Belwale
DESIGNATION: Relationship Manager

REGISTERED OFFICE

Plot No - PAP B 31 Chakan MIDC, PH -2 Khed, Bhamboli, PCNTDA Green Building, Block A, 1st & 2nd Floor, Pune , Maharashtra, India, 410501

Mobile: +91-9765565409
Email id- info@balajivalvecomponents.com
Website- www.balajivalvecomponents.com

STATUTORY AUDITOR

M/s. Kishor Gujar & Associates
Chartered Accountants
FRN: 116747W
Partner: CA Laxmi Rawat
Partner Membership No.: 134752
Address: Off. No. 2, 1st Floor, Mahalaxmi Heights, Near Bank Of Maharashtra (Pimpri Branch), Mumbai-Pune Road, Pimpri, Pune - 411018

REGISTRAR & SHARE TRANSFER AGENT

Bigshare Services Private Limited
Address: S6-2, 6th Floor, Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093, India.
Telephone: +91 22 6263 8200
Facsimile: +91 22 6263 8299
Email: ipo@bigshareonline.com

Investor Grievance
Email: investor@bigshareonline.com
Website: <http://www.bigshareonline.com>
Contact Person: Mr. Babu Raphel
SEBI Registration Number: INR000001385
CIN: U99999MH1994PTC076534

STOCK EXCHANGE:

BSE SME Ltd.



One-stop solution for all your Assembly Needs

Company Overview

SHRI BALAJI VALVE COMPONENTS LTD at a Glance

“ DELIVERING PRECISION WITH RELIABILITY

Balaji Valve is a leading manufacturer known for producing high-quality valves used in various industries. They offer a wide range of valves, including ball valves, gate valves, and check valves, which are essential for controlling the flow of liquids and gases in sectors like oil and gas, water treatment, and chemical processing. The company is recognized for its commitment to quality, ensuring that each valve is made to last and perform reliably under demanding conditions.

The company uses modern machinery and advanced technology in its manufacturing processes, which helps produce valves that meet high industry standards. Their team is always working on new designs and improvements to make sure their products stay at the forefront of technology and efficiency. This focus on innovation ensures that Balaji Valve's products are both effective and durable.

Balaji Valve also prioritizes customer satisfaction by providing personalized service and support. From helping clients choose the right products to offering assistance with installation and maintenance, the company is dedicated to meeting their customers' needs. Additionally, Balaji Valve is committed to environmental responsibility and ethical practices, aiming to make a positive impact in their industry and community.

The company operates two manufacturing facilities in Pune. The Bhosari plant specializes in forging and heat treatment, equipped with a 1.5-ton hammer, furnaces, and trimming press. The Chakan plant focuses on machining, housing CNC, VMC, and other advanced machinery. Both facilities have in-house testing equipment for quality control.

“ VISION
 Our vision is to be amongst the leading corporations in the supply of valve components and precision machined components to the best delight of our customers, employees, associates, and the society at large.

“ MISSION
 Our mission is to satisfy the expectations and requirements of our customers through a passion of creativity and innovation, providing excellent customer services and continuously upgrading ourselves.

“ CORE PURPOSE
 To create organization that designs, innovates & manufactures according to customer requirements, and create unlimited opportunities of growth for its overall stakeholders.

CORE VALUES

- Team work**
- Commitment**
- Trust**
- Excellence**
- Transparency**
- Customers**
- Honesty**

	2 Plants		278+ Strength of Human Resources
	3 Forging Hammer		70,000+ Manufacturing Area (Sq. Ft.)
	130+ Machines		14 Countries 7 Continents Global Supply



Industry Overview

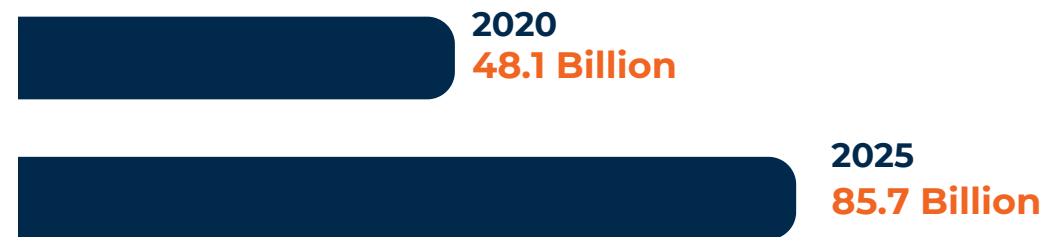
Market Potential

The global industrial valves market size was valued at USD 48.1 billion in 2020 and is projected to reach USD 85.7 billion by 2025. It is expected to grow at a Compound Annual Growth Rate (CAGR) of 12.3% during the forecast period. Increasing demand for valves from the pharmaceuticals industry due to the outbreak of the COVID-19 pandemic, growing focus on the development of smart cities globally, rising need for connected networks to maintain and monitor industrial equipment, and surging requirement for establishing new nuclear power plants and revamping existing ones are the key driving factors for the industrial valves market.

An increase in demand from the energy & power sector is also likely to drive the industrial valves market for the energy & power endues industry gradually from 2021 to 2025. Metallic valves are non-ferrous & ferrous castings depending upon applications, are fast consuming items and the area of application for these items are vast due to their certain inherent advantages of mechanical and chemical properties. The industrial valves market is segmented on the basis of type, function, material, accessories, size and application. The growth among segments helps to analyze niche pockets of growth and strategies to approach the market and determine your core application areas and the difference in your target markets.

The valve manufacturing industry plays a vital role in regulating and controlling the flow of fluids and gases across a vast spectrum of industries, from oil and gas to water treatment. Following are the key growth drivers propelling the industry both locally in India and on the global stage, presenting the various growth indicators in an easy-to-understand format accessible to a diverse audience.

Global Industrial Valves Market



Industry Overview

Global Growth Drivers

01 INDUSTRIAL EXPANSION

Rapid industrialization across the globe, particularly in emerging economies, is a major catalyst for the valve market. New manufacturing plants, infrastructure projects, and energy facilities all require valves to control and regulate processes. The global industrial valves market is projected to grow at a CAGR of over 6% from 2023 to 2032, reaching a value of USD 118 billion by 2032.

02 ENERGY SECTOR INVESTMENTS

The energy sector, including oil & gas, power generation, and renewables, is a significant consumer of valves. Exploration and production activities, pipeline projects, power plant construction, and the shift towards renewable energy sources are fueling demand. The oil & gas sector alone is expected to witness a steady increase in valve demand, driven by new projects and maintenance of existing infrastructure.

03 TECHNOLOGICAL ADVANCEMENT

Innovation in valve design and materials is driving growth. Smart valves equipped with sensors and actuators for remote monitoring and control are gaining popularity. The adoption of automation and IoT technologies further enhances the efficiency and performance of valves.

04 STRINGENT ENVIRONMENTAL REGULATIONS

Stricter environmental regulations are pushing industries to adopt cleaner and more efficient technologies. This trend favors the demand for high-performance valves that minimize emissions and leakage.

INDIA Growth Drivers

01 RAPID INDUSTRIALIZATION

India's ambitious industrialization plans, including the "Make in India" initiative, are driving demand for valves across various sectors. The industrial valves market in India is expected to grow with a robust CAGR of 7.74% through 2030.

02 INFRASTRUCTURE DEVELOPMENT

Massive investments in infrastructure projects such as smart cities, water & wastewater treatment plants, and transportation networks are boosting valve consumption. The government's focus on improving water and sanitation facilities further contributes to the demand.

03 GROWING MANUFACTURING SECTOR

India's manufacturing sector is expanding rapidly, supported by initiatives like "Production Linked Incentive" schemes. This expansion translates to higher demand for industrial valves in various manufacturing processes.

04 COST-EFFECTIVENESS

Indian valve manufacturers are known for their cost-competitive solutions. This advantage attracts domestic and international buyers, making India a potential hub for valve exports.

Industry Overview

Sectoral Estimates

Oil & Gas

The global oil and gas market was valued at around \$6.7 trillion in 2023 and is expected to grow to \$8.9 trillion by 2031, demonstrating a steady Compound Annual Growth Rate (CAGR) of about 3.7%. The sector gets its consumption from the activities divided into:

- Upstream (Exploration & Production)
- Midstream (Transportation & Storage)
- Downstream (Refining & Marketing)
- Oilfield Services

The valves are required to cater needs in all the applications mentioned above increasing the business growth.

Gas

Currently, about 17,000 km of Natural Gas pipeline network is operational in the country. Moreover, there are plans to complete the National Gas Grid by developing additional 15,500 km (approx.) pipeline networks, which are at various stages of development. The goal is to achieve uniform economic and social progress across the country.



City Gas Distribution

City Gas Distribution (CGD) networks are a system of underground natural gas pipelines for supplying Piped Natural Gas (PNG) and Compressed Natural Gas (CNG) to domestic, commercial and industrial customers. The government estimates that about 50 million households will get PNG connections by 2030. Also, a target is set to increase the number of CNG stations to 10,000 by then. There's also a strong emphasis on the expansion of CGD networks across the country by covering 407 districts with the potential to make gas accessible to over 70% of the Indian population to enable the supply of cleaner cooking fuel to households, industrial & commercial units as well as transportation fuel (such as CNG) to vehicles. An investment of ₹120,000 crore is envisaged towards this end over the next ten years.

Water infrastructure

India is also posed with the risk of a serious water crisis looming. The Jal Jeevan Mission launched by the Government of India in 2019 envisions providing safe and adequate piped drinking water to every rural household by 2024, and Rs.3.5 trillion has been allocated for this mission. The Government's Har Ghar Nal Se Jal programme announced in the Budget 2019-20 is an integral part of the Jal Jeevan Mission, and its goal is to implement sustainability measures such as greywater management, water conservation, and rainwater harvesting. In the 2023-24 budget, the Jal Jeevan Mission has again been prioritized, with the Government increasing its fund allocation by 15%. As of March 2023, India has invested US\$240 billion in the water sector through government resources and partnerships with private innovators.

Pharmaceuticals

Between FY18 and FY23, the Indian pharma industry witnessed an annual growth of 6-8%, owing to increased consumption in both domestic and foreign markets. But in 2023 alone, the Indian market grew by 5% to US\$ 49.78 billion with a modest export but robust domestic market growth. According to the CareEdge ratings, the Indian pharmaceutical industry is anticipated to grow at 7-8% in FY24- FY25, supported by a 6-7% growth in exports and an 8-9% growth in the domestic market during the same period.



Chemicals

The Indian chemicals industry is a significant player in the global market, ranking 6th in production and 14th in exports. The sector provides essential building blocks and raw materials for many industries, including agrochemicals, pharmaceuticals, textiles, paper, paints, and soaps. It is valued at US\$220 billion and projected to grow by approx. 9% p.a. during 2020-25 to reach US\$300 billion by FY 2025.

Industry Overview

BUSINESS STRATEGIES

Continue to invest in our manufacturing capabilities

To maintain our technological leadership and stay ahead we are committed to create new plant, continuously upgrade our facilities and invest in ourselves. With the commissioning of Forging plant we will expand our forging facilities with 2 new hammers and create extraordinary facility to cater the ever evolving global manufacturing needs of customers and other stakeholders. With installation of plants, we may be able to start the forging and heat treatment at this location which will provide us operational efficiency and expand our business. Thus, going forward, we intend to continue making investments in capacity expansions and modernization of our equipment and facilities. We also seek to expand our capabilities in a cost-efficient manner, by actively pursuing new venture, opportunities, acquisitions and strategic alliances with entities that are complementary to our business. We will continue to pursue such opportunities where we believe they will add value to our business, our stakeholders and our customers.



Expanding customer base and deepen key customer relationships

Over the years we have developed long standing relationships with our customers. We devote significant attention to being able to understand the detailed specifications & engineering requirements of our customers through consultation with them. We believe that this gives us a distinct perspective that we bring to our engagements. We are focused on continuing to expand our relationships with existing customers by helping them solve new issues by supplying the right dimension of valve components. We aim to sustain the annual revenue contribution of a customer in subsequent years after the new customers' association with us. Expansion of our relationships with existing active customers will remain a key strategy going forward as we continue to leverage our domain expertise and knowledge of emerging technology trends in order to drive incremental growth for our business. We believe that we continue to have opportunities to add new customers to our portfolio. Further, we intend to cater to the increasing demand of our existing customers and also to increase our existing customer base by enhancing our geographical reach. Presently, we are concentrated in the state of Maharashtra, Goa, Gujarat, Tamil Nadu and Karnataka. Enhancing our presence in additional regions will enable us to reach out to a larger market and have direct access to the clients which will allow us to have better understanding of their requirement. Further, our Company believes in maintaining long term relationships with our customers. We aim to achieve this by quality services, timely delivery and competitive pricing.

Focus on increasing operational efficiencies to improve returns

Offering quality products at attractive prices is a key aspect of maintaining and expanding our relationships with our customers. In order to achieve the s, we intend to use a variety of manufacturing strategies, material sourcing strategies and cost reduction strategies to continue to improve our operational efficiencies. For achieving the same, we have adopted several initiatives designed to improve our cost efficiency such as bulk purchase of raw material, sourcing the material from nearby sources to save on transportation, increasing the research activities and improving technologies for making the components meet the customer requirements and desired quality. We continue to invest in operational excellence throughout the organization without any compromise on the quality.



Focus on consistently meeting customer specifications' & quality standards

Our Company intends to focus on adhering to the customers' specifications and quality standards of the components. Component design, specification and quality of the product are very important for the company from both customer point of view and regulatory point of view. Continuous review of products at different stages to identify and deviations from the specifications' and timely corrective measures in case of quality diversion are keys for maintaining quality standards of the products. Providing the desired customer specifications and good quality products help us in enhancing customer trust and maintaining long term relationships with customers. Also, continuously meeting the customer specifications and quality standards is essential to obtain repeat orders.

Deepen and expand our geographical presence.

We intend to cater to the increasing demand of our existing customers and also to increase our existing customer base by enhancing the reach of our products in different parts of the country. Our Company operates from Pune, Maharashtra in India. We propose to enter into new geographies and increase our marketing and sales team which can focus on different regions and also maintain and establish relationship with customers. We aim to achieve this by adding value to our customers through quality assurance, timely delivery and reliability.



Industry Overview

COMPETITIVE STRENGTH

Integrated manufacturing capabilities

Currently, our company is operating from its 2 manufacturing facilities located at Pune, Maharashtra having the required machines which are capable of forging, heating and machining capabilities. One of our manufacturing facilities is located at Bhosari, Pune (shifting & commissioning will be done by 31st August 2024 in Chakan) which is equipped with the forging capabilities and heat treatment capabilities, the second manufacturing facility is located at Chakan MIDC, Bhamboli, Pune which undertakes the machining work. Our manufacturing facilities are equipped with standard machines suitable for carrying out our manufacturing operations smoothly and efficiently. Our forging facility is equipped with hammer of 1.5 metric tonne closed die hammer & 28 kgs, 2.5 Ton closed die hammer with capacity of around 75 kg weight, head forging hammer along with electric PLC controlled pusher type continuous furnace with a capacity of around 120 kg/hr. heating capabilities which can be used for functions like annealing, hardening, tempering and normalizing. Also, our second manufacturing unit at Chakan MIDC, Bhamboli, Pune is equipped with machines like CNC Machines, VMC Machines, SPM Ball Machines, HMC Machines, Ball Grinding Machines, CNC VTL Machines & VTL Machine along with different supporting machineries like cranes, lifts etc. We have over the years have built capability to produce most of our products with the aid of our manufacturing facilities and being capable of performing in-house manufacturing operations. This gives the company an edge in terms of faster deliveries, better quality and reduced costs of operations.

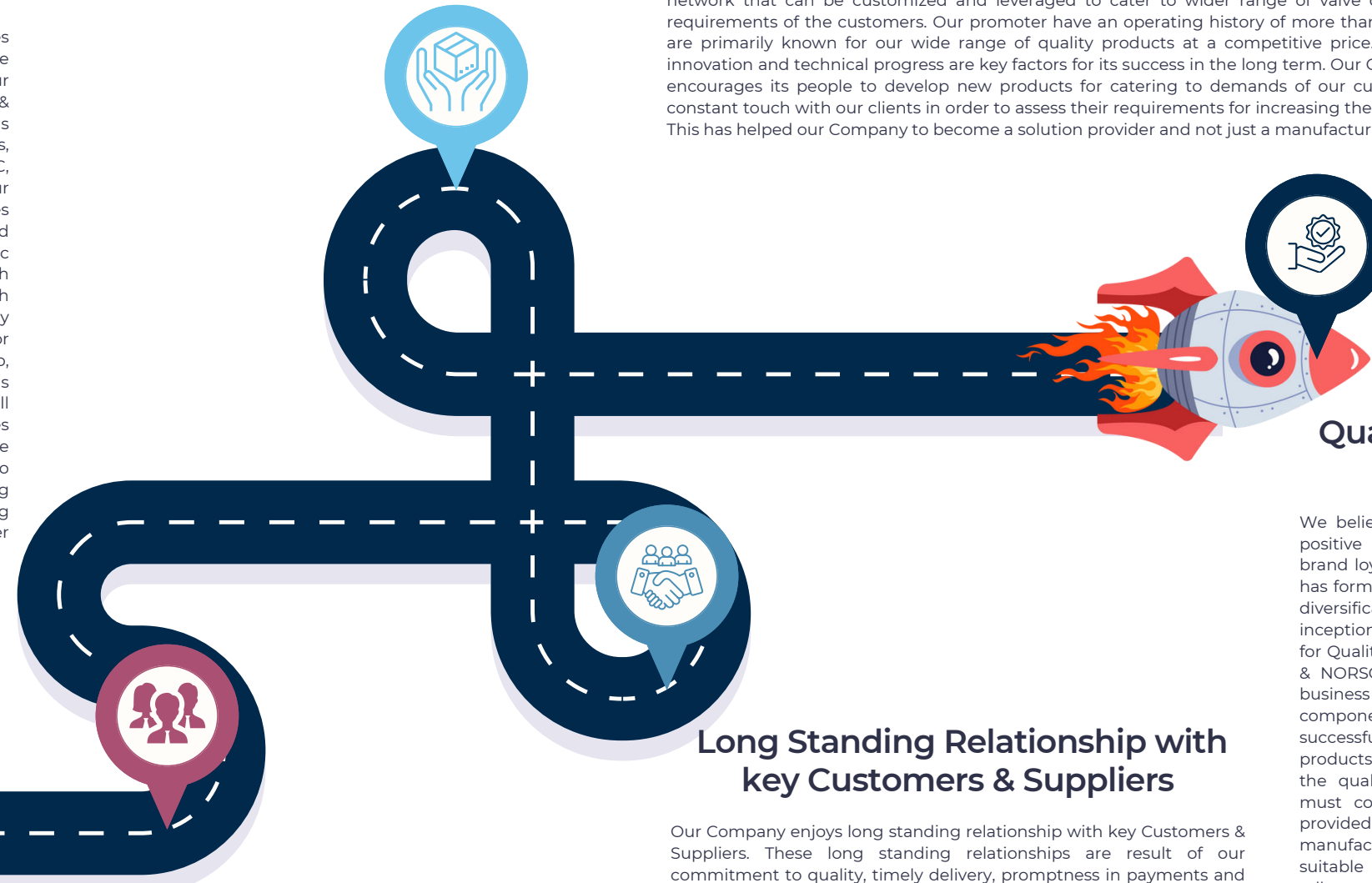


Experienced Management team

We have an experienced and qualified management team led by our Promoter and Managing Director, Laxmikant Sadashiv Kole with overall work experience of around 30 years, our Promoter and Whole Time Director, Shrinivas Laxmikant Kole with overall work experience of around 4 years and our Promoter and Director Madhuri Laxmikant Kole with overall work experience of around 20 years. Thus, our management possesses business intellect in activities such as forging, engineering and manufacturing of valve components and we are well placed to capitalize their knowledge and experience which has been instrumental in the growth of our Company. Their advisory services and inputs are a value addition to our performance, compliance and overall operations. We believe that our management team's experience and their understanding of the industry will enable us to continue to take advantage of both current and future market opportunities. We believe our growth strategy in combination with management's demonstrated ability to consistently meet the customers' high expectations for quality and reliability, serves as a foundation for future revenue growth and stable operating profit.

Diversified range of products.

We have a diversified product portfolio of industrial valves components catering to different industries in sizes ranging from ½ inch to 60 inches. We manufacture and supply various types of ball valve components, butterfly valve components and other valve components including forging products and have a significant customer base in the valve manufacturing industry developed over the years. The industry sectors we serve includes companies in the oil and gas sector, power generation sector, Petrochemical industry, construction equipment manufacturing industry along with pharmaceuticals, food and beverage industry. We deal in a wide range of products, which enables us to cater to a widespread customer base across India and also has our outreach in international locations like Dubai, Germany, Singapore, Taiwan, Italy, South Africa, USA, United Kingdom, Kingdom of Saudi Arabia, Austria, Australia, Brazil, Sharjah to name few. Further, we believe that we have necessary resources, experience, and network that can be customized and leveraged to cater to wider range of valve components as per requirements of the customers. Our promoter have an operating history of more than three decades, we are primarily known for our wide range of quality products at a competitive price. For any company, innovation and technical progress are key factors for its success in the long term. Our Company constantly encourages its people to develop new products for catering to demands of our customers. We are in constant touch with our clients in order to assess their requirements for increasing their process efficiency. This has helped our Company to become a solution provider and not just a manufacturing concern.



Quality Assurance and Standards

We believe that quality is a pre-requisite for a positive consumer experience and long-term brand loyalty. This focus towards quality delivery has formed the foundation of the expansion and diversification of our product portfolio since our inception. Our facilities are ISO 9001:2015 certified for Quality management System along with PED & NORSOK. Our organisation has been in the business of manufacturing and supply of valve components since three decades and have successfully ventured and supplied quality products to our customers. Further, apart from the quality of the products, the components must comply with the detailed specifications provided by the customers. Our components are manufactured under controlled conditions, suitable working environment & with strict adherence to the customer requirements. The manufacturing facilities are equipped with monitoring & measurement resources for testing and maintaining quality of the components. Our focus on quality is maintained at all stages right from the sourcing of raw materials, manufacturing and dispatch stage, which is subject to a rigorous review and monitoring process undertaken at our manufacturing facilities. We believe that our certifications and industrial expertise favourably position us in servicing our client requirements across diverse product segments.

Long Standing Relationship with key Customers & Suppliers

Our Company enjoys long standing relationship with key Customers & Suppliers. These long standing relationships are result of our commitment to quality, timely delivery, promptness in payments and adaptability etc. We benefit immensely from this. Our business and growth are significantly depending on our ability to maintain the client relationship. We believe that having many years of experience in the industry and being able to identify these players would give us a competitive advantage in the business segment. These long standing relationship with customers and suppliers have helped in establishing our reputation as a trusted business player in manufacturing industry. As on March 2024, our top 10 customers were 67.02% of total revenue from operations and top 5 suppliers were 49.97% of total purchases. We have long-standing relationships with our customers for whom we have executed repeat orders over an extended period of time, which we believe have been established and are strengthened by the dedicated infrastructure and our ability to meet Clients' requirements for customized products

Product Overview

About Valves

A valve is a device that regulates controls or directs the flow of a fluid by opening, closing, or partially obstructing fluid flow. A valve is a device that regulates, directs or controls the flow of a fluid (gases, liquids, fluidized solids or slurries) by opening, closing or partially obstructing various passageways. Valves are technically called as valves fittings but are usually discussed as a separate category. In an open valve, fluid flows in a direction from higher to lower pressure. The word is derived from the Latin word "valva", the moving part of a door, in turn from volvere, to turn, roll. Valves have many uses, including controlling fluid flow for irrigation, industrial uses, controlling process and residential uses such as on/off and pressure control to dish and clothes washer and taps in the home. Even aerosols have a tiny valve built in valves are also used in the military and transport sectors.

Basically, it controls flow & pressure. Different types of valves are used to serve these functions. There are mainly about 9 Different Types of Valves used in Piping such as Gate Valve, Globe Valve, Check Valve, Plug valve, Ball Valve, Butterfly Valve, Needle Valve, Pinch Valve and Pressure Relief Valve. The item proposed is basically a casting, machined & assembled product. The castings of metals and alloys of copper, zinc, tin, aluminum, lead, alloy steel, CI etc. come under the group of non-ferrous & Ferrous castings. Some of the prominent valve castings are Brass, Bronze, Aluminum Bronze, Gun Metal, Stainless Steel, Cast Iron etc. are used to manufacture various types of valves for domestic and industrial applications.



Company Overview

Manufacturing Units

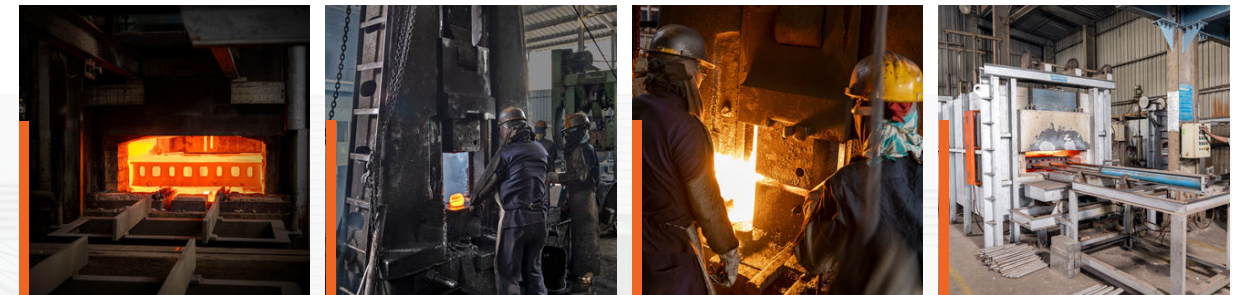
PLANT I: MACHINING PLANT

The plant is spread across around 50,000 sqft of machine plant with office of 7000 sqft. The machining plant consists of all the machines that are meant for manufacturing the components as per customer drawing. The plant has 130+ machines consisting of 16 CNC Machines, 15 VMC Machines, 4 HMC 10 SPM Machines, 2 Cylindrical Grinding Machines, 4 Ball Spherical Machines, 2 CNC VTL Machines, 1 VTL Machine and other machines like lathe, drilling, milling, MITR, pillar drill machines. The setup is also equipped with buffing and hydrotest setup. The plant also houses the office spanning around 3 floors with all the departments of Sales, Marketing, Production, Planning, Supply Chain, Purchase, Quality, Stores, Maintenance, Human Resources, Finance & Accounting, Engineering and Top Management sits to serve the organizational KPI and foster growth. The plant is equipped with 15 Overhead Cranes, Fire Fighting System, Centralised Air & Coolant Pipeline, Gensets for power backup, centralised UPS, Sewage Treatment Plant, Effluent Treatment Plant, Rooftop Solar Plant, canteen, centralised server room & fully equipped powerhouse. The plant also has been designed to provide maximum work satisfaction to all the and subside the employee tiredness & fatigue and create a healthy working environment.



PLANT II: FORGING PLANT:

The forging plant is spread across 22000 sqft of manufacturing floor and 2600 sqft of office space. It has 3 Hammers (1.5 MT Closed Die, 2.5 MT Closed Die & 300 Ton Head Forging) along with 2 Heat Treatment furnaces. The hammers are equipped with Induction Furnace & Oil-Fired Furnace along with Trimming Press and quenching tanks. The plant also has well equipped powerhouse, centralised airline, firefighting system (Under Finalisation), STP (Under Finalisation), ETP (Under Finalisation) and solar rooftop. A space also has been allocated for setting up Testing laboratory for maintaining highest material standards and cater the testing needs of the whole organisation. The facility has been expanded from that of the old plant that was located in Bhosari.



Laxmikant Sadashiv Kole: A Profile of Entrepreneurial and Social Leadership

Laxmikant Sadashiv Kole, born in 1966, is a remarkable individual whose career is a testament to his entrepreneurial drive and commitment to social service. With a diploma in Mechanical Engineering, he has built a successful business and made significant contributions to his community. Laxmikant Sadashiv Kole's journey is an inspiring narrative of a self-made entrepreneur who has balanced business success with a profound sense of social responsibility. From humble beginnings, he has built a thriving company and tirelessly worked to improve the lives of others. His story exemplifies leadership, dedication, and the power of giving back.

Professional Journey

Starting as a Trainee Engineer in 1985, Kole's early career included roles at Suflam Engineering and Garware Nylons. In 1993, he took the entrepreneurial leap, founding Balaji Enterprises with a single lathe machine. Eventually more conventional, CNC, VMC machines were added. This venture grew steadily, evolving into Shri Balaji Valve Components Pvt Ltd in 2011. Kole's strategic leadership led to the establishment of in-house manufacturing with start of sister concern by name Shrinivas Engineering in 2004 and establishment of own Forging Plant for backward integration in 2014. Today, the company thrives with two plants, over 300 employees, 130+ machines and export to 12+ countries with Kole at the helm as Managing Director & Chairman. His leadership has been recognized with awards for 'Best Supply Chain Management Practices' by Indian Institute of Materials Management and 'Best Financial Management' by Teaching Learning community.

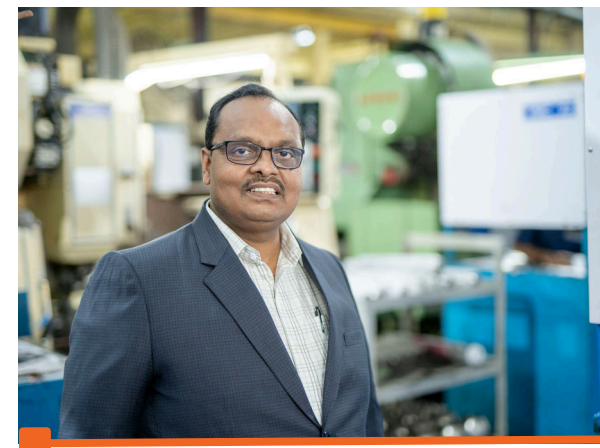
A seasoned whole-time director in the manufacturing industry, boasting an extensive 40-year tenure, brings a wealth of expertise and wisdom to the organization. With a robust background in various facets of manufacturing, this individual's experience spans the gamut—from hands-on operational roles to strategic leadership positions. Their tenure has likely witnessed the evolution of the industry, adapting to technological advancements, market shifts, and regulatory changes. As a whole-time director, their responsibilities are multifaceted, involving strategic decision-making, overseeing day-to-day operations, implementing efficient production processes, and fostering innovation. Their deep industry knowledge enables them to navigate complexities adeptly, optimize resources, and drive initiatives that enhance productivity, quality, and profitability.

Social Impact

Parallel to his business achievements, Kole has dedicated himself to social service for over 27 years. He has supported the construction of a new building for the SAWARKAR Library in Pandharpur, sponsored the education and care of two children from Gramprabodhini (Sadumbre), and contributed to a school for the blind run by Ganesh Mitra Mandal, Pandharpur. His contributions have earned him the 'INDIRA GANDHI SADHBHAVANA AWARD' in 2005 and the 'SPECIAL RECOGNITION AWARD' by PANDHARPUR URBAN BANK in 2012.

Community Leadership and Beyond

Kole's commitment to his community extends to his role as President of Arya Vaishya Komti Samaj, Pune, and his membership in the 'Vrukshawaali Group,' focused on environmental conservation. He has also achieved a Guinness World Record for participating in the 'Longest human chain underwater' in 2016 with intention to highlight the importance of teamwork, humanity and showcasing message that 'Unity is Strength'. He continues to support the Jagruti Sansthan Ashram Shala in Lonavala and has invested in the 'Komti Konnect' app to digitally connect community members. A strong believer in youth engagement, he actively encourages young people to take up social service.



Shrinivas Laxmikant Kole
Promoter and Whole Time Director

He is 29 years old and is the Promoter and Whole Time Director of our Company. He possesses 4 years of experience in the Valve Component Industry. He was originally appointed on the board w.e.f. May 15, 2023. He has completed his bachelor of arts (Hons.) in Business Studies with entrepreneurship from Northumbria University, Newcastle United Kingdom in 2019. Further, he has also completed Post Graduate certificate in Manufacturing management and analytics from Indian Institute of Management, Trichy. He looks after the Finance and Marketing functions of the Company. He also holds the position as Chief Financial Officer of the Company.



Vasudeo Ganpatdas Gujrathi
Independent Director

He is aged 75 years and is the Independent director of the Company. He has completed his Bachelor of Engineering in electronics and telecom. He possesses around 37 years of experience in the electronics and engineering field.



Madhuri Laxmikant Kole
Promoter and Non-Executive Director

She is aged 52 years and is the Promoter and Non-Executive Director of our Company. She has been on the Board since incorporation. She possesses more than 20 years of experience in the Valve Components Industry. She completed bachelor of commerce from Marathwada University, Nanded in 1992. She looks after the HR and Admin department of the Company.



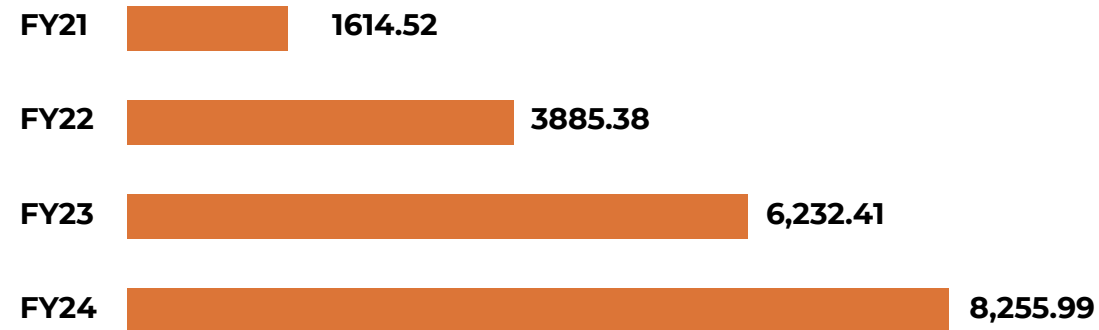
Sanker Parameswaran
Independent Director

He is aged 63 years old and is the Independent director of the Company. He completed his Master of law in commercial law in the year 1985 and he is also a member of the Institute of Company Secretaries of India. He possesses around 31 years of experience in the commercial law and regulations.

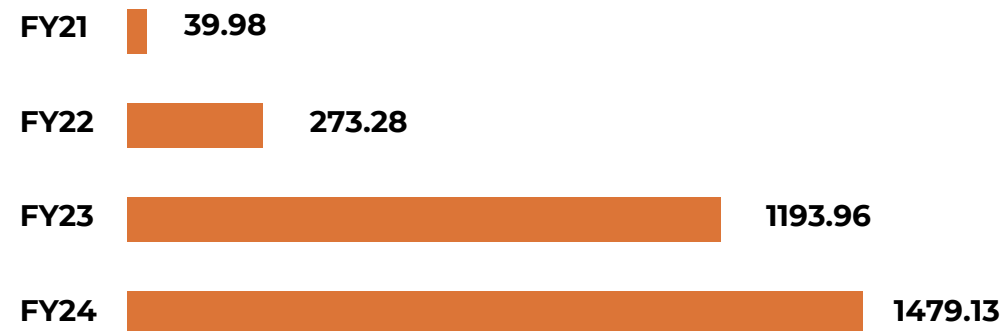
Company Overview

KEY FINANCIALS

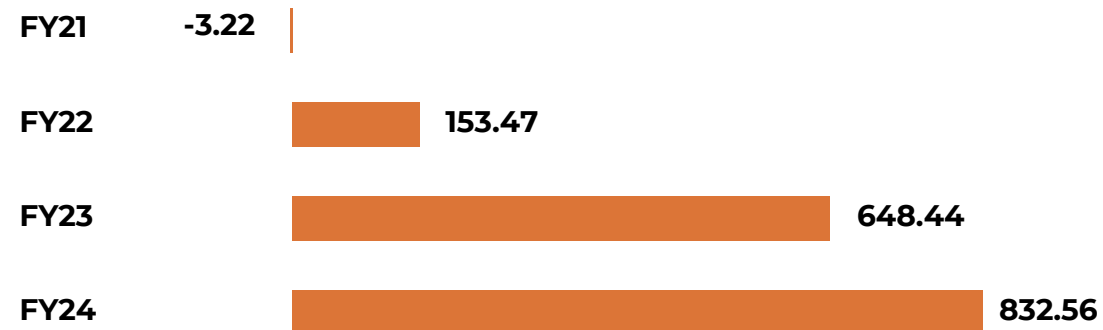
TOTAL REVENUE (₹ in Lakhs)



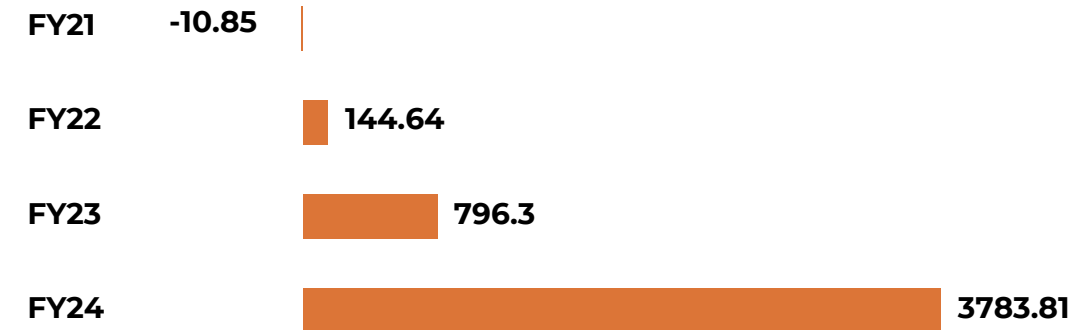
EBITDA (₹ in Lakhs)



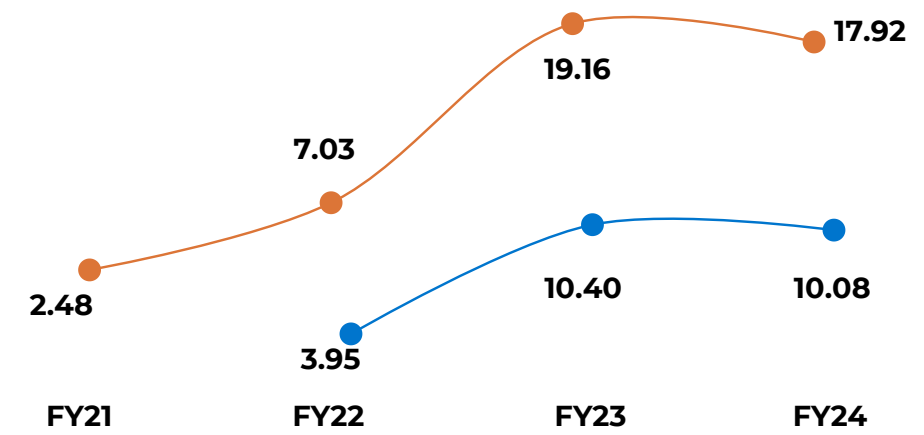
PAT (₹ in Lakhs)



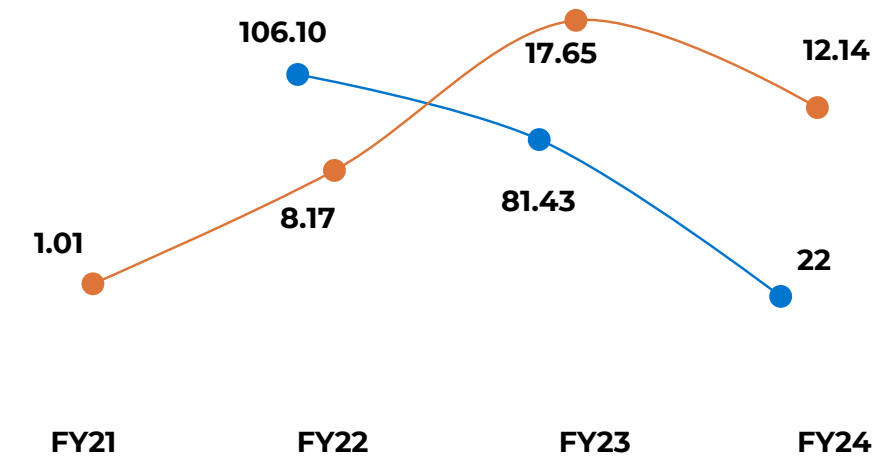
NET WORTH (₹ in Lakhs)



EBITDA (%) and PAT (%)



RoNW(%) & RoCE (%)



Company Overview

OUR PRODUCTS



Ball

Product Details - SSBV & TMBV balls
Size - 1/2" to 10"
Manufacturing - forging method, bar route method & centrifugal casting method.
Uses - The ball are fitted inside the ball valve, these ball regulate the flow of liquid or gases based on the lever movements.



Stem

Product Details - SSBV & TMBV STEMS
Size - 1/2" to 60"
Manufacturing - forging method & bar route method
Uses - The stem of a valve is used to open/close the valve. The stem connect the ball with the levers which regulate the flows.



Bonnet

Size - 1" to 20"
Manufacturing - forging method & bar route method
Uses - The bonnet serves as the mounting base for the valve. It includes the seal which prevents fluid leakage along the stem and hold the valve components.



Body

Size - 2" to 24"
Manufacturing - forging method & casting method
Uses - The body is a key element, it contains all the moving components that contact with the fluid and has to withstand the pressure.



Trunnion

Product Name - Trunnion
Size - 2" to 48"
Manufacturing - forging method & bar route method
Uses - The trunnion is attached to the ball that acts as a support that allows the ball to rotate. The trunnion is connected to the valve's body and is held in place by bearings.



Flange

Product Name - Flange
Size - 2" to 60"
Manufacturing - forging method & bar route method
Uses - The flange act as a connection between the valve and the end connectors.



End-Connector

Product Name - End-connector
Size - 2" to 48"
Manufacturing - forging method & casting method
Uses - The end connectors are used to connect the valve to the system which are using the valve.



Sleeves

Product Name - Sleeves
Size - 1" to 20"
Manufacturing - forging method & bar route method
Uses - The internal elements of a valve trim, typically includes a disk, seat, stem, and sleeves needed to guide the stem/flow.



Plugs

Product Name - Plugs
Size - 1" to 12"
Manufacturing - forging method & bar route method
Uses - The plug has an opening in the center that allows for flow through the valve in the open position when the cavity is parallel to the flow. When the controlling lever rotates, the plug inside the valve assembly turns and the cavity is perpendicular to the flow which in turn stops the flow.

Company Overview

MANUFACTURING PROCESS



RFQ generated by customer

We are engaged in the manufacturing of valve components and precision machined components, which are customized according to the customer needs. The process starts with the 'Request for Quotation' opened by the customer. Once the RFQ is released, we check the specifications provided by the customers'. Post which the regular components are quoted immediately whereas the newer components are checked for feasibility and quoted based on the feasibility analysis.

Bidding for RFQ

Once we are done with internal assessment of our current stock and production plan, we make the bidding to the customers with details of the material to be used, pricing and other important details as required by the customer. This process sometimes requires discussion with the customer to get a better understanding of the customer specifications and requirements.

Receipt of Purchase order

Once we quote the details to the customers, the details are checked and verified by the customers. The purchase order is generated based on many criteria's like products specification, cost, delivery schedule etc.

Material Planning & procurement

Upon generation of a work order, our team study the specifications of the work order. This team undertakes the responsibility for establishing the process to be adopted to manufacture the product, materials to be used, testing, etc. During this step, we evaluate the suitability and availability of materials agreed to be used, and design the product, in the event of it being a new product as compared to one previously manufactured by us. Based on the above inputs, the raw material requirements for each order are estimated and procurement schedule is prepared for timely and cost effective purchases. While we ordinarily conduct procurements on the basis of prevailing market prices, we have in certain cases bought materials in advance to minimize the impact of market fluctuations on price.

Inward Quality Clearance

On receipt of material at our premises, we conduct quality checks to ensure that the material meets the requirements specified by us at the time of placing the order with them. This ensures that adequate checks and balances are identified and set in place to manufacture the product in accordance with the customer requirements.

Material Cutting & Heat treatment

After needed tests, heat treatment cycles and cutting the material (Bar Route)/Forging/Casting is done, then the manufactured material is issued to production along with the Drawing of the Component and Route Card. The Route Card here acts as the main document for the material movement and to manage traceability of the component.

Valve Component manufacturing

The manufacturing processes for each component differs as per the size of component, type of component and material of component. The same is defined by Bill of Material in consultation with the Production. The Batch Card Number is instrumental in finding the status of component and defining delivery dates and other decision for effective manufacturing. The component travels process by process according to the Production Batch Card and then it is handed over to Dispatch Section for Final Inspection, checking and dispatching to respective customers. Upon completion of the machining and where needed, we treat the machined components either by way of buffing, phosphating or plating.

Final inspection and Marking

After the production is completed, We conduct a visual inspection to ensure correct tagging, name plate fitting, end protection and general aesthetics. Often, customers require an additional inspection to be conducted either by themselves or appoint a third party to inspect the products. Post the inspection the component is marked for identification and sent to packing of the components.

Packing and dispatch

Once our products are ready, they are packed to avoid any damages to the seats & ends, our dispatch department prepares a packing list and invoice which is dispatched with the products to our customers.



CHAIRMAN'S MESSAGE



Esteemed Shareholders, Ladies and Gentlemen,

It is with an immense sense of pride and gratitude to share the remarkable journey of Shri Balaji Valve Components Ltd. over the past year. Your unwavering support and belief in our vision have been the bedrock of our success, and I am honored to report on the remarkable milestones we have achieved together.

Financial Performance and Growth

The past year has been a testament to our unwavering commitment to excellence, innovation, and customer satisfaction. I am pleased to announce that we have achieved a remarkable surge in revenue from around 62.5 Cr to 82 Cr, a testament to the growing demand for our products and the trust our clients place in our ability to deliver high-quality components. Despite inflationary pressures and supply chain disruptions, we have diligently managed our operations to maintain healthy profit margins, reflecting the resilience and efficiency of our business model.

Milestone of the IPO

The successful listing of Shri Balaji Valve Components Ltd. on the BSE SME platform marks a pivotal moment in our history. This achievement not only signifies the confidence of the investment community in our potential but also provides us with the necessary capital to fuel our ambitious growth plans. We are committed to leveraging this opportunity to expand our capabilities, enhance our technological prowess, and create sustainable value for all stakeholders.

Expansion and Technological Advancements

The past year has been marked by significant strides in expanding our capabilities and embracing cutting-edge technology. The commissioning of our new forging setup has further augmented our production capacity, empowering us to meet the escalating demands of our clientele with even greater efficiency. Additionally, our investment in a state-of-the-art 5 Axis Machine positions is at the forefront of precision machining.

The machine is currently in production and will be delivered to us within next few months. This sophisticated equipment empowers us to manufacture even more complex and intricate components with unprecedented accuracy and efficiency, opening doors to new markets and opportunities. It will also help us develop new products from current verticals too. Along with this few CNC & VMC machines have also been newly installed.

Enhancing Visibility and Credibility

We recognize the importance of establishing a strong presence in the global marketplace. Our active participation in exhibitions related to valves in Mumbai and Germany will allow us to showcase our products and capabilities to a wider audience, fostering valuable connections and partnerships. These initiatives will not only enhance our visibility and credibility but also reinforce our commitment to staying abreast of the latest industry trends and innovations.

Expanding Horizons: New Markets and Product Development

We recognize the importance of diversification and innovation to drive sustainable growth. In the past year, we have made dedicated efforts towards New Product Development, aiming to achieve exponential growth in the coming years. Our foray into the Pharmaceutical & Defence sectors has been met with success, with the successful delivery of pilot project orders. These achievements underscore our ability to adapt to evolving market demands and expand our footprint into new and promising domains.

Macroeconomic Outlook and Industry Trends

While we celebrate our achievements, we remain mindful of the dynamic and ever-evolving global landscape. Macroeconomic indicators suggest a complex and challenging environment ahead. Rising inflation, geopolitical tensions, and supply chain disruptions continue to pose risks to businesses worldwide. However, we are confident in our ability to navigate these challenges and seize the opportunities that emerge.

The valve and precision machining industry is poised for significant growth in the coming years, driven by robust demand from sectors such as oil and gas, power generation, and infrastructure development. We are well-positioned to capitalize on these trends, leveraging our technological capabilities, skilled workforce, and customer-centric approach to deliver innovative solutions that meet the evolving needs of our clients.

Looking Ahead

As we embark on the next phase of our journey, we remain committed to our core values of integrity, quality, and innovation. We will continue to invest in our people, processes, and technology to ensure that Shri Balaji Valve Components Ltd. remains at the forefront of the industry.

We are confident that the coming years will be marked by continued growth, profitability, and success. We will strive to create sustainable value for all stakeholders and contribute to the development of the communities in which we operate.

In closing, I would like to express my deepest gratitude to our dedicated team of professionals, whose hard work and commitment have been instrumental in our success. I would also like to thank you, our valued shareholders, for your continued support and trust in our journey. We are confident that Shri Balaji Valve Components Ltd. is poised to reach even greater heights in the years to come.

Warm regards

-Laxmikant Sadashiv Kole

Chairman



Shri Balaji Valve Components Ltd

(Formerly known as Shri Balaji Valve Components Pvt Ltd)

Manufacturing of Precision Machined & Valve Components.

CIN: U29220PN2011PLC141370

GST No: 27AAQCS6076B1Z2

NOTICE

Dear Members,

NOTICE IS HEREBY GIVEN THAT THE THIRTEENTH ANNUAL GENERAL MEETING OF THE MEMBERS OF THE SHRI BALAJI VALVE COMPONENTS LIMITED WILL BE HELD ON SATURDAY, THE 14TH SEPTEMBER, 2024 AT 03:00 PM THROUGH VIDEO CONFERENCING/ OTHER AUDIO-VISUAL MEANS ("VC/OAVM") TO TRANSACT THE FOLLOWING BUSINESS:

Ordinary Business:

Item No.1: To receive, consider and adopt the Audited Financial Statement of the Company as on 31st March, 2024 together with Reports of the Board of Directors along with its Annexure and Auditors Report thereon.

"RESOLVED FURTHER THAT Mr. Shrinivas Laxmikant Kole, Whole-Time Director & CFO of the Company, be and is hereby authorized to do all acts and take such steps as may be considered necessary or expedient to give effect to the aforesaid resolution."

Item No.2: To appoint a Director in place of Mrs. Madhuri Laxmikant Kole (DIN: 05110326 who retires by rotation and being eligible offers herself for re-appointment, as a "Director" of the Company and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and/or the Rules framed thereunder, the approval of the Shareholders of the Company be and is hereby accorded to the re-appointment of Mrs. Madhuri Laxmikant Kole (DIN: 05110326) as a "Director" of the Company, who shall be liable to retire by rotation."

Item No.3: To re-appoint the Statutory Auditors of the Company, and to fix their remuneration and in this regard, members are requested to consider, and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and pursuant to the recommendation of the Board, M/s Kishor Gujar & Associates, Chartered Accountants (Firm Registration No.116747W) be and is hereby re-appointed as the Statutory Auditors of the Company, to hold office for a period of 5 (five) consecutive years commencing from the conclusion of this Annual General Meeting till the conclusion of the 18th Annual General Meeting of the Company to be held in the financial year 2029-2030, at such remuneration as may be determined by the Board in consultation with the auditors in addition to reimbursement of all out-of-pocket expenses to be incurred by them in connection with the audit.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

**BY ORDER OF THE BOARD OF DIRECTORS
For, SHRI BALAJI VALVE COMPONENTS LIMITED**

Sd/-
CS Mrs. Monika R. Pamnani
Company Secretary & Compliance Officer
Membership No: - 61741

Place: Pune
Date: 23rd August, 2024



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No. 3:

Pursuant to Section 102 of the Companies Act, 2013 ("the Act"), the following Explanatory Statement sets out all material facts relating to the business mentioned under Item No. 3 of the accompanying Notice dated 23rd August 2024.

The incumbent auditor M/s Kishor Gujar & Associates, Chartered Accountants, Pune having Firm Registration No. FRN-116747W were appointed u/s 139 as Statutory Auditors of the Company in the financial year 2018-19 to hold office from the conclusion of the 08th Annual General Meeting till the conclusion of the 13th Annual General Meeting to be held in the financial year 2024-25.

In view of the same, the Company needs to re-appoint them as the Statutory Auditors of the Company in the ensuing Annual General Meeting of the Company for the period of 5 years i.e. from the conclusion of the 13th Annual General Meeting till the conclusion of the 18th Annual General Meeting of the Company.

Further, the Company has received consent and eligibility certificate from M/s Kishor Gujar & Associates, Chartered Accountants, Pune having Firm Registration No. FRN-116747W, to the effect that their appointment, if made, would be in accordance with the Companies Act, 2013 and the Rules framed there under and that they satisfy the criteria provided in section 141 of the Companies Act, 2013. The Members are requested to consider the re-appointment of M/s Kishor Gujar & Associates, Chartered Accountants, Pune for the office of the Statutory Auditors of the Company to hold the office from the conclusion of the 13th Annual General Meeting till the conclusion of the 18th Annual General Meeting.

The Board recommends the re-appointment of the Statutory Auditor of the Company for the period of five years and to pass the resolution as set out in Item No. 3 of the Notice as Ordinary Resolution(s).

Notes:-

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

2. Pursuant to Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint a proxy to attend and cast votes for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on a 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.
4. 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.
5. 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 dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing the 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 the National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.balajivalvecomponents.com/investor. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com respectively 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.
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.



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

The remote e-voting period begins on Wednesday, 11th September, 2024 at 09:00 A.M. and ends on Friday, 13th September, 2024 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Saturday, 07th September 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 Saturday, 07th September, 2024.

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

The way to vote electronically on the 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 meetings for Individual shareholders holding securities in demat mode

In terms of the 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.	<p>1. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.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.</p> <p>2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p>

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<p>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider 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> <p>4. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience.</p> <div style="text-align: center;"> <p>NSDL Mobile App is available on</p> </div>
Individual Shareholders holding securities in demat mode with CDSL	<p>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.</p> <p>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting 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.</p> <p>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.</p> <p>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on 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 evoting 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>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 their User ID/ Password are advised to use the Forget User ID and Forget Password option available at the abovementioned website.

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact the NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911

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

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

1. Visit the e-voting website of NSDL. Open the web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under the 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL e-services 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 the steps mentioned below in the 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 copies (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 office@cschirag.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 the "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: 022 - 4886 7000 or send a request to Pallavi Mhatre at evoting@nsdl.com

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

- 1) In case of shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@balajivalvecomponents.com.



- 2) In case shares are held in demat mode, please provide DPID-CLID (16 digits DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@balajivalvecomponents.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 meetings 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 MEMBERS 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.

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

- 1) Members 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 the link of "VC/OAVM" placed under "Join meeting" menu against the company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in the Shareholder/Member login where the EVEN of the 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 a better experience.
- 3) Further Members will be required to allow a Camera and use the 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 laptops connecting via Mobile Hotspots may experience Audio/Video loss due to Fluctuations in their respective network. It is therefore recommended to use a 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, and mobile number at cs@balajivalvecomponents.com. The same will be replied by the company suitably.
- 6) Members who would like to express their views or ask questions during the Annual General Meeting may register themselves as a speaker and submit their questions by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at cs@balajivalvecomponents.com at least 7 days in advance before the start of the meeting i.e. by 07th September, 2024 by 11.00 a.m. Such questions by the Members shall be taken up during the meeting and replied to by the Company suitably. Those Members who have registered themselves as a speaker will be allowed to express their views/ask questions during the Annual General Meeting. The same will be replied by the company suitably. The Company reserves the right to restrict the number of questions and number of speakers depending on the availability of time for the AGM.



- 7) The Results shall be declared not later than 2 (Two) working days of the conclusion of the AGM. The Results declared along with the Scrutinizer's Report will be placed on the website of the Company at www.balajivalvecomponents.com immediately after the Result is declared by the Chairman and will simultaneously be submitted to BSE Limited, the Stock Exchanges where the Equity Shares of the Company are listed.
- 8) Subject to receipt of a requisite number of votes, the Resolutions shall be deemed to be passed on the date of the AGM, i.e., Saturday, 14th September 2024.

BOARD'S REPORT

Dear Members

Our directors are pleased to present the Thirteenth Annual Report of the Company covering the operating and financial performance together with the Audited Financial Statements and the Auditors' Report thereon for the Financial Year ended on March 31, 2024.

1. FINANCIAL RESULTS:

During the year under review, the performance of the company is as under:

(₹ in Lakhs)

Particulars	Standalone Financial Statement Year ended	
	March 31, 2024	March 31, 2023
Income:		
Revenue from Operations	8255.98	6232.42
Other Income	51.69	66.68
Total Income	8307.67	6299.1
Total Expenses	7184.76	5431.11
Profit Before Interest, Depreciation & Taxation	1479.12	1194
Less: Interest and Finance Charges (net)	147.06	136.01
Less: Depreciation	209.15	190
Profit Before Tax	1128.01	867.99
Add / (Less) Prior Period Adjustment- Income Tax	-	-
Add / (Less): current tax	339.1	222.47
Add / (Less): MAT Credit Entitlement	-	-
Add / (Less) : Deferred tax	-49.9	-2.94
Add / (Less):- Excess/Short Provision Written back/off	6.25	-
Profit After Tax	832.56	648.46
Less: Proposed Dividend / Interim Dividend including tax on dividend	-	-
Profit for the year	832.56	648.46

BY ORDER OF THE BOARD OF DIRECTORS
For, SHRI BALAJI VALVE COMPONENTS LIMITED

Sd/-
CS Mrs. Monika R. Pamnani
Company Secretary & Compliance Officer
Membership No: - 61741

Place: Pune
Date: 23rd August, 2024



2. STATE OF COMPANY AFFAIRS AND FUTURE OUTLOOK

During the year under review, the company has made Revenue from Operations of Rs. 8255.98 Lakhs and Net Profit after Tax of Rs. 832.56 Lakhs. The Board of Directors of your Company is optimistic about the future prospects of the Company. Your directors are of the view that the progressive growth of the company will continue in the subsequent financial year and are hopeful for bright future prospects. The financial result as reflected in the statement of profit and loss account of the company is self-explanatory.

3. TRANSFER TO RESERVES

The Board has decided to transfer Rs. 832.56 Lakhs to the Reserves for the year under review.

4. DIVIDEND

The Board of Directors of your company, after considering holistically the relevant circumstances and keeping in view the company's dividend distribution policy, has decided it would be prudent, not to recommend any Dividend for the year ended on 31st March, 2024 and the entire surplus be ploughed back to the reserve of the company.

5. SHARE CAPITAL

During the year under review, the Company has made changes in the share capital the details of the same are mentioned below:

I. Authorised Share Capital:

The Company's Authorized share capital has been increased from Rs. 1,00,000/- (Rupees One Lakh only) comprising of 10000 (Ten Thousand) equity shares of Rs. 10 (Ten rupees) to Rs. 8,50,00,000/- (Eight Crore Fifty Lakh only) comprising of 8500000 (Eighty-Five Lakhs) equity share of Rs. 10 (Ten rupees) each, vide Ordinary Resolution passed at their Shareholder Meeting dated 30th day of May, 2023.

II. Paid Up Share Capital:

The Company's paid-up share capital has been increased by the way of a Bonus Issue of Equity Shares from Rs. 1,00,000 (Rupees One Lakh only) comprising of 10000 Equity Shares of Rs.10/- each to 6,00,00,000 (Rupees Six Crore only) comprising of 6000000 equity shares of Rs.10/- each vide Ordinary Resolution passed at their Extra Ordinary General Meeting dated 30th May, 2023.

6. DETAILS OF UTILISATION OF FUNDS & STATEMENT OF DEVIATION(S) OR VARIATION(S)

Pursuant to Regulation 32 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations/LODR') there was no deviation/variation in the utilization of proceeds as mentioned in the Prospectus.

7. STATE OF COMPANY AFFAIRS

During the year under review, the company made a Total Income of Rs. 8307.67/-Lakhs as against Rs. 6299.10/- Lakhs in the previous year. The company has made a Profit before depreciation, Finance Costs, Exceptional items and Tax Expenses of Rs. 1479.12/- Lakhs against a profit of Rs. 1194/-Lakhs in the previous year in the financial statement. Your Company made a net profit of Rs. 832.56/- Lakhs as against Rs. 648.46/- in the previous year in the financial statement.

8. CHANGES IN NATURE OF BUSINESS

There is no change in the nature of the business of the Company.

9. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY BETWEEN THE END OF FINANCIAL YEAR AND DATE OF REPORT:

There are no material changes and commitments affecting the financial position of the company which have occurred between the ends of the financial year of the company to which the financial statements relate.

10. LISTING WITH STOCK EXCHANGE

The shares of the company are listed on BSE Limited (BSE) SME Platform w.e.f. 03/01/2024.

11. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Pursuant to the Section 124 applicable provisions of the Companies Act, 2013, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), all the unpaid or unclaimed dividends are required to be transferred to the IEPF established by the Central Government, upon completion of seven (7) years.

Further, according to the Investor Education & Protection Fund ("IEPF") Rules, the shares in respect of which dividend has not been paid or claimed by the Shareholders for seven (7) consecutive years or more shall also be transferred to the Demat account created by the IEPF Authority.



Your Company does not have any unpaid or unclaimed dividend or shares relating thereto which is required to be transferred to the IEPF as on the date of this Report.

12. DEPOSITS

During the year, the Company has not accepted or renewed any deposits from the public in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder hence information regarding outstanding deposits is not required.

13. SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANY

There are no subsidiaries, associates or joint venture companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act").

14. DETAILS OF CHANGE IN COMPOSITION OF DIRECTORS OR KEY MANAGERIAL PERSONNEL

Constitution of Board:

The Board of the Company comprises Executive, Non-Executive and Independent Directors.

In terms of Section 149 of the Companies Act, 2013 and rules made there under and Listing Regulations, the Company has two Non-Promoter Non-Executive Independent Directors. In the opinion of the Board of Directors, both Independent Directors of the Company meet all the criteria mandated by Section 149 of the Companies Act, 2013 and rules made there under and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they are Independent of Management.

A separate meeting of Independent Directors was held on May 07, 2024 to review the performance of Non-Independent Directors and the Board as a whole and the performance of the Chairperson of the Company including the assessment of quality, quantity and timeliness of flow of information between Company management and Board that is necessary for the board of directors to effectively and reasonably perform their duties.

The terms and conditions of appointment of Independent Directors and the Code for Independent Director are incorporated on the website of the Company.

The Company has received a declaration from the Independent Directors of the Company under Section 149(7) of the Companies Act, 2013 and 16(1)(b) of Listing Regulations confirming that they meet the criteria of Independence as per relevant provisions of Companies Act, 2013 for the financial year 2023-24.

The Board of Directors of the Company has taken on record the said declarations and confirmation as submitted by the Independent Directors after undertaking due assessment of the veracity of the same. In the opinion of the Board, they fulfill the conditions for Independent Directors and are independent of the Management. All the Independent Directors have confirmed that they are in compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014, with respect to registration with the data bank of Independent Directors maintained by the Indian Institute of Corporate Affairs.

None of the Independent Directors have resigned during the year.

Retirement by Rotation

In accordance with the provisions of the Articles of Association and Section 152 of the Companies Act, 2013, Mrs. Madhuri Laxmikant Kole (DIN: 05110326), a Director of the Company retires by rotation at the ensuing Annual General Meeting. She, being eligible, has offered herself for re-appointment as such and seeks re-appointment. The Board of Directors recommends her appointment on the Board. The Profile of the Director is Attached in **(Annexure -I)**

The relevant details, as required under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standards-II issued by ICSI, of the person seeking re-appointment as Directors are annexed to the Notice convening the 13th Annual General Meeting.

Cessation

During the year under review, there is no cessation from Directorship.

Key Managerial Personnel

Sr. No	Name of Key Managerial Personnel	Designation
1	Laxmikant Sadashiv Kole	Chairman & Managing Director
2	Shrinivas Laxmikant Kole	Whole Time Director & CFO
3	Monika R. Pamnani	Company Secretary and Compliance Officer



15. DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declaration pursuant to Section 149(7) of the Companies Act, 2013 from each of its Non-Executive and Independent Directors to the effect that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013, Regulation 16(1) (b) and Regulation 25 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as "Listing Regulations"). These declarations have been placed before and noted by the Board.

16. DIRECTORS RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state

- a) That in the preparation of Annual Accounts, the mandatory Accounting Standards have been followed along with proper explanation relating to material departures.
- b) That proper accounting policies have been selected and applied consistently; and, the judgments and estimates that are made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as on 31st March 2024 and of the Profit of the Company for that period.
- c) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the Companies Act, 2013, for safeguarding the assets of the company and preventing and detecting fraud and other irregularities.
- d) That the Annual Accounts have been prepared on a going concern basis.
- e) That the directors laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively.
- f) That the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

17. COMPOSITION OF THE BOARD AND VARIOUS COMMITTEES AND THEIR MEETINGS

The Board of Directors along with its committees provide leadership and guidance to the Management and directs and supervises the performance of the Company, thereby enhancing stakeholder value.

BOARD OF DIRECTORS

The Board has a fiduciary relationship in ensuring that the rights of all stakeholders are protected. The Board of Shri Balaji Valve Components Limited comprises of Executive (Whole-Time) and Non-Executive Directors. Independent Directors are eminent persons with proven records in diverse areas like business, accounting, finance, economics, administration, etc. The composition of the Board of Directors represents an optimal mix of professionalism, qualification, knowledge, skill sets, track record, integrity, expertise and diversity.

The Board of Directors, as on March 31, 2024, comprised of 5 Directors, out of which 2 were Executive Directors ("ED"), 1 was Non-Executive Directors and 2 were Non-Executive Directors ("NEDs") Independent Directors ("IDs").

COMPOSITION OF BOARD

S. No.	Name	Category	Designation
1	Mrs. Madhuri Laxmikant Kole	Non-Executive Director	Director
2	Mr. Laxmikant Sadashiv Kole	Executive Director	Managing Director & Chairman
3	Mr. Shrinivas Laxmikant Kole	Executive Director	Whole Time Director & CFO(KMP)
4	Mr. Sanker Parameswaran	Independent Director	Independent Director
5	Mr. Vasudeo Ganpatdas Gujrathi	Independent Director	Independent Director

BOARD MEETINGS

The Board of Directors duly met 21 times at regular intervals during the mentioned financial year and in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The intervening gap between the two meetings was within the period prescribed under the Companies Act, 2013. The dates on which meetings were held are as follows:

S. N o.	Date of Meeting	Total Number of directors as on the date of meeting	Total Number of directors Attended the meeting	% of attendance
1	05-04-2023	2	2	100
2	14-04-2023	2	2	100
3	15-05-2023	2	2	100
4	17-06-2023	3	3	100
5	20-06-2023	3	3	100
6	21-06-2023	3	3	100
7	24-07-2023	3	3	100
8	04-08-2023	3	3	100
9	14-08-2023	3	3	100
10	02-09-2023	3	3	100
11	06-10-2023	3	3	100
12	17-10-2023	5	5	100
13	01-11-2023	5	5	100
14	06-11-2023	5	5	100
15	17-11-2023	5	5	100
16	20-11-2023	5	5	100
17	13-12-2023	5	5	100
18	19-12-2023	5	5	100
19	30-12-2023	5	5	100
20	01-01-2024	5	5	100
21	31-03-2024	5	5	100

EXTRA ORDINARY GENERAL MEETINGS:

S. N o.	Date of Meeting	Total Number of Members as on the date of meeting	Total Number of Members Attended the meeting	% of attendance
1	30-05-2023	2	2	100
2	26-06-2023	3	3	100
3	03-09-2023	7	7	100
4	10-10-2023	7	7	100

ANNUAL GENERAL MEETINGS:

S. No.	Date of Meeting	Total Number of Members as on the date of meeting	Total Number of Members Attended the meeting	% of attendance
1	31-07-2023	7	7	100

COMMITTEE MEETINGS:

S. No.	Name of Meeting	Date of Meeting	Total Number of members as on the date of meeting	Total Number of members Attended the meeting	% of attendance
1	CSR COMMITTEE	30-03-2024	3	3	100

COMMITTEES OF THE BOARD:

The Board of Directors has constituted the following Committees and their details are hereunder:

a) NOMINATION AND REMUNERATION COMMITTEE:

As per provision of section 178, Schedule V and other applicable provisions of the Companies Act, 2013 read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute a Nomination and Remuneration Committee. Hence, the Board constituted Nomination and Remuneration Committee which consists of Two Independent Directors and One Non-Executive Director as on 31st March, 2024. The detailed composition of the members of the Nomination and Remuneration Committee at present is given below:

NOMINATION AND REMUNERATION COMMITTEE		
Name	Designation	Designation
Vasudeo Ganpatdas Gujrathi	Independent Director	Chairman
Madhuri Laxmikant Kole	Non-Executive Director	Member
Sanker Parameswaran	Independent Director	Member

In terms of requirements prescribed under Section 178(3) of the Companies Act, 2013, the Nomination and Remuneration Policy inter-alia provides the terms for appointment and payment of remuneration to Directors and Key Managerial Personnel.



The Nomination and Remuneration Policy, as adopted by the Board of Directors, is placed on the website of the Company at www.balajivalvecomponents.com

b) AUDIT COMMITTEE:

As per provision of section 177 and other applicable provisions of the Companies Act, 2013 read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute an Audit Committee. Hence, the Board constituted an Audit Committee which consists of Two Independent Directors and One Executive Director as on 31st March, 2024. The detailed composition of the members of the Audit Committee at present is given below:

AUDIT COMMITTEE MEMBERS		
Name	Designation	Designation
Sanker Parameswaran	Independent Director	Chairman
Vasudeo Ganpatdas Gujrathi	Independent Director	Member
Laxmikant Sadashiv Kole	Chairman and Managing Director	Member

c) STAKEHOLDER RELATIONSHIP COMMITTEE:

As per provision of section 178 sub-section (5) and other applicable provisions of the Companies Act, 2013 read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute a Stakeholder Relationship Committee. Hence, the Board constituted a Stakeholder Relationship Committee which consists of One Independent Director and One Executive and One Non-Executive Director as on 31st March, 2024. The detailed composition of the members of the Stakeholder Relationship Committee at present is given below:

STAKEHOLDERS RELATIONSHIP COMMITTEE		
Name	Designation	Designation
Madhuri Laxmikant Kole	Non- Executive Director	Chairman
Shrinivas Laxmikant Kole	Whole Time Director	Member
Sanker Parameswaran	Independent Director	Member

d) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

As per provision of section 135 sub-section (1) and other applicable provisions of the Companies Act, 2013 read with rule made their under of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute Corporate Social Responsibility Committee. Hence, the Board constituted a Corporate Social Responsibility Committee which consists of One Independent Directors and Two Executive Directors as on 30th March, 2024. The detailed composition of the members of the Stakeholder Relationship Committee at present is given below:

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE		
Name	Designation	Designation
Laxmikant Sadashiv Kole	Managing Director & Chairman	Chairman
Shrinivas Laxmikant Kole	Whole Time Director & CFO	Member
Sanker Parameswaran	Independent Director	Member

18. DETAIL OF FRAUD REPORTED BY AUDITORS:

During the year under review, there was no fraud reported by the auditors to the Board under section 143(12) of the Companies Act, 2013.

19. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company has formed Nomination and Remuneration Committee which has framed Nomination and Remuneration Policy. The Committee reviews and recommends to the Board of Directors about remuneration for Directors and Key Managerial Personnel and other employee up to one level below Key Managerial Personnel. The Company does not pay any remuneration to the Non-Executive Directors of the Company other than a sitting fee for attending the Meetings of the Board of Directors and Committees of the Board. Remuneration to Executive Directors is governed under the relevant provisions of the Act and approvals.

The Company has devised the Nomination and Remuneration Policy for the appointment, reappointment and remuneration of Directors and Key managers. All the appointment, reappointment and remuneration of Directors and Key Managerial Personnel are as per the Nomination and Remuneration Policy of the Company. The Nomination and Remuneration Policy is also available on the website of the Company <https://www.balajivalvecomponents.com/investor-details?type=5> in the head of Policies & Code.



The Board of Directors of the Company has laid down a code of conduct for all the Board Members and Senior Management of the Company. The main object of the Code is to set a benchmark for the Company's commitment to values and ethical business conduct and practices. Its purpose is to conduct the business of the Company in accordance with its value systems, fair and ethical practices, applicable laws, rules and regulations. Further, the Code provides for the highest standard of professional integrity while discharging the duties and to promote and demonstrate professionalism in the Company.

All the Board Members and Senior Management of the Company have affirmed compliance with the code of conduct for the financial year ended on March 31, 2024 as required by Regulation 26(3) of the Listing Regulations. A declaration signed by the Chairman & Managing Director to this effect is attached as a part of this Annual Report in Annexure IV. The code of conduct is also available on the website of the Company <https://www.balajivalvecomponents.com/investor-details?type=5>

20. POLICY FOR PREVENTION OF INSIDER TRADING

The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 came into effect on May 15, 2015 to put in place a framework for the prohibition of insider trading in securities and to strengthen the legal framework thereof. Pursuant to Regulation 8 of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Company has formulated and adopted the Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information ("Code of Fair Disclosure <https://www.balajivalvecomponents.com/investor-details?type=5>

Further, pursuant to Regulation 9 of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Company has formulated and adopted the Code of Conduct for Prevention of Insider Trading. The Code lays down guidelines and procedures to be followed and disclosures to be made while dealing with the shares of the Company and cautioning them on the consequences of non-compliance.

The Company Secretary has been appointed as a Compliance Officer and is responsible for monitoring adherence to the Code. The code of conduct to regulate, monitor and report trading by insiders is also available on the website of the Company [https://www.balajivalvecomponents.com/investor-](https://www.balajivalvecomponents.com/investor-details?type=5)
[details?type=5](https://www.balajivalvecomponents.com/investor-details?type=5)

21. VIGIL MECHANISM/WHISTLEBLOWER POLICY:

The Company is committed to principles of professional integrity and ethical behaviour in the conduct of its affairs. The Whistle-blower Policy provides for adequate safeguards against victimization of director(s) / employee(s) who avail of the mechanism and also provides for direct access to the Chairperson of the Audit Committee.

It is affirmed that no person has been denied access to the Audit Committee. The Compliance Officer and Audit Committee are mandated to receive the complaints under this policy. The Board on a yearly basis presents an update on the whistleblower policy. Whistle Blower policy is available on the website of the Company at <https://www.balajivalvecomponents.com/investor-details?type=5>.

The Policy ensures complete protection to the whistle-blower and follows a zero-tolerance approach to retaliation or unfair treatment against the whistle-blower and all others who report any concern under this Policy. During the year under review, the Company did not receive any complaint of any fraud, misfeasance etc. The Company's Whistle Blower Policy (Vigil Mechanism) has also been amended to make employees aware of the existence of policies and procedures for inquiry in case of leakage of Unpublished Price Sensitive Information to enable them to report on leakages, if any, of such information.

22. BOARD EVALUATION

The Board evaluated the effectiveness of its functioning, that of the Committees and of individual Directors, pursuant to the provisions of the Act and SEBI Listing Regulations.

The Board sought the feedback of Directors on various parameters including:

- Degree of fulfilment of key responsibilities towards stakeholders (by way of monitoring corporate governance practices, participation in long-term strategic planning, etc.);
- Structure, composition, and role clarity of the Board and Committees;
- Extent of co-ordination and cohesiveness between the Board and its Committees;
- Effectiveness of the deliberations and process management;
- Board/Committee culture and dynamics; and
- Quality of relationship between Board Members and the Management

The evaluation frameworks were the following key areas:

1. For Non-Executive & Independent Directors:

- Knowledge
- Professional Conduct
- Comply Secretarial Standards issued by ICSI Duties,
- Role and functions



2. For Executive Directors:

- Performance as leader
- Evaluating Business Opportunities and analysis of Risk Reward Scenarios
- Key set investment goal
- Professional conduct and integrity
- Sharing of information with the Board.
- Adherence to applicable government law

23. RISK MANAGEMENT POLICY

The Company is aware of the risks associated with the business. It regularly analyses and takes corrective actions for managing/mitigating the same.

The Company has framed a formal Risk Management Policy for risk assessment and risk minimization which is periodically reviewed to ensure smooth operation and effective management control. The Audit Committee also reviews the adequacy of the risk management framework of the Company, the key risks associated with the business and measure and steps in place to minimize the same.

24. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

Our Company provides equal opportunities and is committed to creating a healthy working environment that enables our Minds to work with equality and without fear of discrimination, prejudice, gender bias or any form of harassment at the workplace. Your Company has in place a Prevention of Sexual Harassment (POSH) policy in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 which is also available on our website <https://www.balajivalvecomponents.com/investor-details?type=5>

Further, your company has set up an Internal Complaint Committee ("ICC") at the corporate office. ICC has equal representation of men and women and is chaired by senior woman employees of the HR Department of the Company.

The composition of the internal complaint committee is as follows:

Sr. No.	Name of the Member	Designation
1	Madhuri Laxmikant Kole	Director
2	Pritee Nayakwadi	HR Executive
3	Ganesh Ranpise	Manager-Finance & Account

25. AUDITORS:

i. STATUTORY AUDITORS:

The Company has appointed M/s Kishor Gujar & Associates, Chartered Accountants, Pune having Firm Registration No. FRN-116747W, as the Statutory Auditor of the company for Five consecutive years at the 8th Annual General Meeting held on 30th September 2019 until the conclusion of the 13th Annual General Meeting of the Company to be held in the year 2024.

As recommended by the Audit Committee Meeting held on 23rd August 2024 the Company's board of directors has approved the Reappointment of M/s Kishor Gujar & Associates, Chartered Accountants, Pune having Firm Registration No. FRN-116747W, for the second term of the Five Financial year from the conclusion of the 13th Annual General Meeting till the conclusion of the 18th Annual General Meeting.

The Auditors' Report for the financial year ended on March 31, 2024 has been provided in "Financial Statements" forming part of this Annual Report.

The report of the Statutory Auditor does not contain any qualification, reservation, adverse remark or disclaimer. The observations made in the Auditor's Report are self-explanatory and therefore do not call for any further comments.

ii. INTERNAL AUDITORS:

M/s JSG And Company Accountants (FRN: 135589W) has been appointed as an Internal Auditor of the company on 07th May, 2024 for the Financial Year 2024-25 and continues until resolved further. Internal Auditor is appointed by the Board of Directors of the Company on a yearly basis and based on the recommendation of the Audit Committee. The Internal Auditor reports their findings on the Internal Audit of the Company, to the Audit Committee on a half-yearly basis. The scope of the internal audit is approved by the Audit Committee.

iii. SECRETARIAL AUDITOR:

Pursuant to Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed M/s. Chirag Chawra & Co., Practicing Company Secretaries as Secretarial Auditor of the Company for the financial year ended on March 31, 2024 and continues until resolved further. The Secretarial Audit Report in Form MR-3 for the financial year ended on March 31, 2024 is attached to the Director's Report and forming part of this Annual Report. (Annexure-II)

The report of the Secretarial auditor does not contain any qualification, reservation, adverse remark or disclaimer.



26. DIRECTORS' RESPONSE ON AUDITORS' QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMER MADE

There is no qualification or Disclaimer of Opinion in the Auditor's Report on the Financial Statements to the shareholders of the Company made by the Statutory Auditors in their Auditors.

27. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has articulated proper systems to ensure compliance with Secretarial Standards Secretarial Standards issued by The Institute of Company Secretaries of India and its provisions and is in compliance with the same.

28. ANNUAL RETURN

In accordance with Sections 134(3)(a) & 92(3) of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, The annual return in Form No.MGT-7 for the financial year 2023-24 will be available on the website of the Company (www.balajivalvecomponents.com). The due date for filing Annual Returns for the financial year 2023- 24 is within a period of sixty days from the date of the annual general meeting. Accordingly, the Company shall file the same with the Ministry of Corporate Affairs within the prescribed time and a copy of the same shall be made available on the website of the Company (www.balajivalvecomponents.com) as is required in terms of Section 92(3) of the Companies Act, 2013.

29. CORPORATE GOVERNANCE:

As per the Regulation 15 (Listing Obligations and Disclosure Requirements) Regulations, 2015 applicability of Corporate Governance shall not be mandatory for companies listed on the SME Platform. Since our company has registered on the SME platform of the BSE the requirement of Corporate Governance does not apply to us.

30. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report as required under Regulation 34(2)(e) read with Schedule V Part B of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations, 2015") is annexed herewith as (Annexure III)

31. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The details of loans/guarantees/ investments (if any) made by the Company under Section 186 of the Companies Act, 2013 have been disclosed in the Financial Statement.

32. LOANS FROM DIRECTOR/ RELATIVE OF DIRECTOR

The balances of monies accepted by the Company from Directors/ relatives of Directors at the beginning of the year and at the close of the year have been disclosed in the Financial Statement.

The Funds have been given out of Directors' own Funds and are not being given out of funds acquired by borrowing from others

33. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in the ordinary course of business and as per the information furnished by the management all transaction is an arm's length basis, Details of contracts or arrangements or transactions made with related parties are provided in AOC-2 please see **Annexure V**

34. CORPORATE SOCIAL RESPONSIBILITY

Pursuant to section 135 of the Companies Act. 2013 read with Rule 5 of the Corporate Social Responsibility Rules, 2014 and any other applicable provisions thereof (Including any statutory modification(s) or re-enactment thereof for the time being in force) as amended from time to time, and as per the company CSR policy approved by the Board of Director and as recommended by the Corporate Social Responsibility Committee consent of the Board of Directors be and is hereby accorded to approve the Contribution for the Financial Year 2023-24 of Rs. 7,23,400 (Rupees Seven Lakh Twenty-Three Thousand Four Hundred) as the CSR Expenditure.

CSR Expenditure for the financial year 2023-24 was spent by the company to M/s Maharshi Vedvyas Pratishtan (PUNE), a Registered society, registered under Section 12A and approved under Section 80G of the Income Tax Act, 1961. Having Registration Number: - F-626, and CSR Registration Number CSR00002814, which is engaged in the CSR Activity i.e., providing education facilities with the purpose of achieving their objective to impart quality education to the students of Pune.

35. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for the orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of frauds and errors, adequacy and completeness of accounting records and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.



36. PARTICULARS OF EMPLOYEES:

The information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are as follows:

- 1) The ratio of the remuneration of each director to the median remuneration of the employees of the Company and the percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer and Company Secretary in the financial year:

Name	Ratio to median remuneration	% increase in remuneration in the financial year
Executive Director		
MR. LAXMIKANT SADASHIV KOLE	4.34	NA
MR. SHRINIVAS LAXMIKANT KOLE	2.9	NA
Company Secretary		
CS ANIRUDDHA DESHMUKH	0.3	NA

- 2) The percentage increase in the median remuneration of employees in the financial year: NIL
- 3) The number of permanent employees on the rolls of the Company: -176
- 4) Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.
- 5) Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms that the remuneration is as per the remuneration policy of the Company. The information pursuant to Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is not applicable to the company as no employee is in receipt of remuneration exceeding Rs. 8,50,000/- per month or Rs. 1,02,00,000/- per annum.

37. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

1.1 Conservation of Energy:

- I. The company is putting continuous efforts to reduce the consumption of energy and maximum possible saving of energy.
- II. The steps taken by the company for utilizing alternate sources of energy: - The Company has used alternate sources of energy, whenever and to the extent possible.
- III. The capital investment on energy conservation equipment: - NIL

1.2 Technology Absorption:

- a. The effort made towards technology absorption: -No specific activities have been done by the Company.
- b. The benefits derived like product improvement, cost reduction, product development or import substitution: -No specific activity has been done by the Company.
- c. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year: - N.A.
- d. The expenditure incurred on Research & Development: - NIL

1.3 Foreign Exchange Earnings and Outgo:

Further, the details of foreign exchange earnings or outgoings during the year under review as required in accordance with the provisions of section 134 (m) of the Companies Act, 2013 are as follows:

Foreign Exchange Earning (Rs. in Lakh): - Rs. 14.54 Lakh

Foreign Exchange Outgo (Rs. in Lakh): -

38. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

During the year under review, there were no significant and/or material orders passed by any Court or Regulator or Tribunal, which may impact the going concern status or the Company's operations in future.



39. INDUSTRIAL RELATIONS:

The company has maintained good industrial relations on all fronts. Your directors wish to place on record their appreciation for the honest and efficient services rendered by the employees of the company.

40. BUSINESS RESPONSIBILITY REPORT

Pursuant to Regulation 34(2)(f) of the Listing Regulations the Business Responsibility Report is to be given only by top 1000 listed companies based on market capitalization, therefore the same is not applicable to the Company as on March 31, 2024.

41. MAINTENANCE OF COST RECORD

The Cost audit as specified by the Central Government under section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014 is not applicable to the company. However, the maintenance of cost records is applicable as the turnover of the relevant HSN code is more than the prescribed limit. And your company is maintaining the cost record as per the applicable rules. The company had obtained the Certificate from the cost auditor with respect to Maintaining the cost audit records.

42. DEMATERIALISATION OF SHARES:

The Demat activation number allotted to the Company is ISIN INE0RNZ01014. The shares of your Company are being traded in electronic form and the Company has established connectivity with both the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

43. INSOLVENCY AND BANKRUPTCY CODE

There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year. The details of the difference between the amount of the valuation done at the time of one-time settlement and the valuation done while taking a loan from the Banks or Financial Institutions along with the reasons thereof are not applicable to the Company.

44. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

Our Company has laid down the set of standards, processes and structure which enables to implementation of internal financial control across the Organization and ensures that the same are adequate and operating effectively.

To maintain the objectivity and independence of Internal Audit, the Internal Auditor reports to the Chairman of the Audit Committee of the Board.

The Internal Auditor monitors and evaluates the efficacy and adequacy of an internal control system in the Company, its compliance with the operating systems, accounting procedures and policies of the Company. Based on the report of the Internal Auditor, the process owners undertake the corrective action in their respective areas and thereby strengthen the Control. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

45. WEB LINK OF ANNUAL RETURN:

The Annual Return of the Company as on 31st March, 2024 will be available on the website of the Company at www.balajivalvecomponents.com/investor

46. ACKNOWLEDGEMENTS:

The Board of Directors greatly appreciates the commitment and dedication of employees at all levels who have contributed to the growth and success of the Company. We also thank all our clients, vendors, investors, bankers and other business associates for their continued support and encouragement during the year.

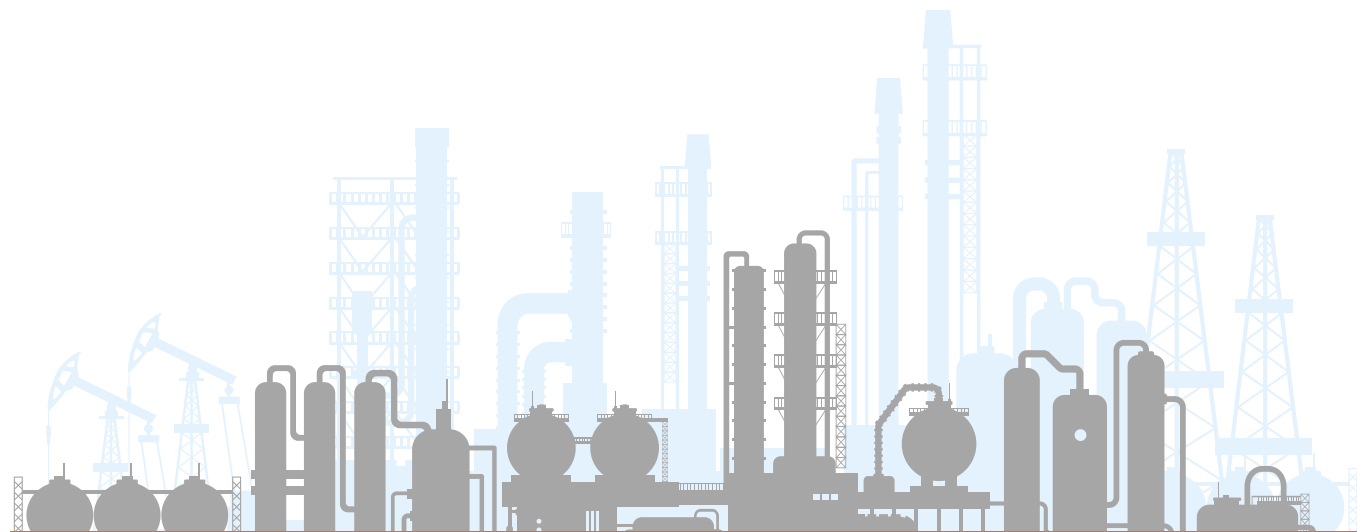
We also thank the Government of India, Government of Maharashtra, Ministry of Commerce and Industry, Ministry of Finance, Customs and Excise Departments, Income Tax Department and all other Government Agencies for their support during the year and look forward to their continued support in future.

47. CAUTIONARY STATEMENT:

This report contains forward-looking statements based on the perceptions of the Company and the data and information available to the company. The company does not and cannot guarantee the accuracy of various assumptions underlying such statements and they reflect the Company's current views of future events and are subject to risks and uncertainties. Many factors like changes in general economic conditions, amongst others, could cause actual results to be materially different.

Enclosures:

- ✓ CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
- ✓ CFO CERTIFICATE



BY ORDER OF THE BOARD OF DIRECTORS
For, SHRI BALAJI VALVE COMPONENTS LIMITED

Sd/-
LAXMIKANT SADASHIV KOLE
Managing Director
DIN: - 05110323

Sd/-
SHRINIVAS LAXMIKANT KOLE
Whole Time Director
DIN: - 10119216

Place: Pune
Date: 23rd August, 2024

ANNEXURE I

DETAILS OF DIRECTORS SEEKING RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

PARTICULARS	MRS. MADHURI LAXMIKANT KOLE
DIN	5110326
Date of Birth	15/08/1972
Date of Appointment	17/11/2011
Qualifications	B. Com
Expertise in specific functional areas	experience of around 20 years in the industry.
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	NA
Directorships held in another Company/LLP	SHRI BALAJI SMARTRENT LLP
Memberships / Chairmanships of committees of other public companies	NA
Number of shares held in the Company	2999981, (36.76%) Equity Shares
Inter-se Relationship between Directors	Spouse of MD and Chairman of the company



ANNEXURE II

MR-3 SECRETARIAL AUDIT REPORT

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

To the Members,

M/s SHRI BALAJI VALVE COMPONENTS LIMITED

(Formerly known as Shri Balaji Valve Components Pvt Ltd.)
PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED,
BHAMBOLI, PUNE, Maharashtra, India, 410501

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s SHRI BALAJI VALVE COMPONENTS LIMITED [CIN: L29220PN2011PLC141370] (hereinafter called "the Company").

The 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 information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, the explanations and clarifications given to me and the representations made by the management, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2024, generally complied with the statutory provisions listed here under 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:

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

- i. The Companies Act, 2013 ("the Act") and the rules made there under as applicable;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA) and the rules made there under;
- iii. (The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (Not applicable to the Company during the audit period);
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 as amended from time to time
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 2015, as amended from time to time
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations;
 - d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period);**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - **(Not applicable to the company for the financial year ended on March 31, 2024)**
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - **(Not applicable to the company for the financial year ended on March 31, 2024)**
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the company for the financial year ended on March 31, 2024)**



vi. The other laws, as informed and confirmed by the management of the Company which are specifically applicable to the Company are as under:

(a) Business/Trade Related Laws/Regulations:

- i. The Micro, Small and Medium Enterprises Development Act, 2006
- ii. Competition Act, 2002
- iii. The Maharashtra Industrial Policy 2013.

(b) Employment and Labour Laws:

- i. The Employees' Provident Funds and [Miscellaneous Provisions] Act, 1952, the Employees'
- ii. Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995
- iii. The Employees' State Insurance Act, 1948; the Employees State Insurance (General)
- iv. The Maternity Benefit Act, 1961 and the State Rules made there under;
- v. The Minimum Wages Act, 1948 and the Minimum Wages (Central) Rules, 1950;
- vi. The Payment of Bonus Act, 1965 and the Payment of Bonus Rules, 1975;
- vii. The Payment of Gratuity Act, 1972 and the Payment of Gratuity (Central) Rules, 1972;
- viii. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;

(c) Other Laws:

- i. The Factories Act, 1948 ("Factories Act")
- ii. Trademarks Act, 1999
- iii. Shops and establishments laws
- iv. The Environment Protection Act, 1986 ("Environment Protection Act")
- v. Hazardous Waste (Management and Handling) Rules, 1989 ("Hazardous Waste

(d) General Laws applicable to the Company:

- i. Indian Contract Act 1872
- ii. Information Technology Act, 2000
- iii. Sale of Goods Act 1930
- iv. Consumer Protection Act 1986

I have also examined compliance with the applicable clauses of the following to the extent applicable:

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. The Listing Agreements entered into by the Company with the Bombay Stock Exchange.

During the period under review the Company has generally complied with all material aspects of applicable provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above:

I further report that:

- a) The Compliance by the Company with applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same has been subject to review by the statutory financial auditor and other designated professionals.
- b) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes if any in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- c) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally 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.
- d) Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

The following event has occurred during the year which has a major bearing on the company's affairs in pursuance of the Laws, Rules, Regulations, Guidelines Standards etc. referred to above:



- i) The Capital clause of the Memorandum of Association has been altered for an increase in Authorized share capital Rs. 1,00,000/- (One Lakhs only) divided into 10,000 (Ten Thousand) equity shares of Rs. 10/- (Ten rupees) each to Rs. 8,50,00,000/- (Eight Crore Fifty Lakh only) divided into 85,00,000 (Eighty-five Lakhs) equity share of Rs. 10 (Ten rupees) each, vide Ordinary Resolution passed at their Shareholder Meeting dated 30th Day of May 2023.
- ii) During the year, the Company had issued 59,90,000 Equity Shares through Bonus Issue vide Ordinary resolution passed at their Extra Ordinary General Meeting of shareholders held on 30th May 2023.
- iii) The name clause of the Memorandum of Association has been altered for the conversion of the company from private company to public company i.e., "SHRI BALAJI VALVE COMPONENTS PRIVATE LIMITED" to "SHRI BALAJI VALVE COMPONENTS LIMITED" vide Special Resolution passed at the Extra-Ordinary General Meeting held on 26th June, 2023.
- iv) During the year, the company issued equity shares to the public at an Issue price of ₹100 per equity share by virtue of an Initial Public Offer (IPO). The equity shares of the Company were listed on the SME Platform of BSE Limited on January 03, 2024.
- v) During the year under review following Appointment/ Re-Appointment/Resignations of Directors and KMP took place:
- a) Mr. Shrinivas Laxmikant Kole (PAN: CLWPK1881J) has been appointed as Chief Financial Officer of the company w.e.f. 24th July 2023.
- b) Mr. Laxmikant Sadashiv Kole (DIN: 05110323) has been appointed as the Chairman & Managing Director w.e.f. 31st July 2023 for the period of three years from 31st July, 2023 to 30th July 2026 and has not been liable to retire by rotation.
- c) Mr. Shrinivas Laxmikant Kole (DIN: 10119216) has been appointed Whole Time Director of the company w.e.f. 31st July 2023 for the period of three years from 31st July 2023 to 30th July 2026 and being eligible to offer himself for re-appointment.
- d) Mrs. Madhuri Laxmikant Kole (DIN: 05110326) has been appointed as Non-Executive Director of the company w.e.f. 31st July 2023 being eligible to retire by rotation.

- e) Mr. Vasudeo Ganpatdas Gujrathi (DIN: 03071463) has been appointed as Independent Director of the company w.e.f. 10th October 2023 for the period of Five years from 10th October 2023 to 09th October 2028 not be liable to retire by rotation.
- f) Mr. Sanker Parameswaran (DIN: 00008187) has been appointed as Independent Director of the company w.e.f. 10th October 2023 for the period of Five years from 10th October 2023 to 09th October 2028 not be liable to retire by rotation.
- g) Mr. CS Aniruddha Shrikant Deshmukh (ACS 67959) has been appointed as Company Secretary and Compliance Officer of the company with effect from 10th October 2023.

- vi) During the year under review following committees have been duly constituted by the company:

a) The Audit Committee:

Name of the Director	Status in Committee	Nature of Directorship
Sanker Parameswaran	Chairman	Independent Director
Vasudeo Ganpatdas Gujrathi	Member	Independent Director
Laxmikant Sadashiv Kole	Member	Chairman & Md

b) Nomination And Remuneration Committee:

Name of the Director	Status in Committee	Nature of Directorship
Vasudeo Ganpatdas Gujrathi	Chairman	Independent Director
Madhuri Laxmikant Kole	Member	Non-Executive Director
Sanker Parameswaran	Member	Independent Director

c) Stakeholders Relationship Committee:

Name of the Director	Status in Committee	Nature of Directorship
Madhuri Laxmikant Kole	Chairman	Non-Executive Director
Shrinivas Laxmikant Kole	Member	Whole-Time Director
Sanker Parameswaran	Member	Independent Director

d) Corporate Social Responsibility Committee:

Name of the Director	Status in Committee	Nature of Directorship
Laxmikant Sadashiv Kole	Chairman	MD & Chairman
Shrinivas Laxmikant Kole	Member	Whole-Time Director & CFO
Sanker Parameswaran	Member	Independent Director

- vii) During the year under review the company has adopted various policies and code to establish the rules of conduct within an organization, outlining the responsibilities of both employees and employers.

Yours faithfully,

Sd/-
CHIRAG CHANDRAKANT CHAWRA
 (Company Secretary in Practice)
 Membership No. 5643
 C.P. No. 7923
 PEER REVIEW NO. 2599/2023
 UDIN- F005643F001002782
 Firm Unique Code: S2001MH049500
 Place: Pune
 Date: 20th August, 2024

Note:

This report is to be read with our letter of even date which is annexed as '**ANNEXURE-A**' and forms an integral part of this report

ANNEXURE- A

To the Members,

M/s SHRI BALAJI VALVE COMPONENTS LIMITED
 (Formerly known as Shri Balaji Valve Components Pvt Ltd.)
 PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED,
 BHAMBOLI, PUNE, Maharashtra, India, 410501

My Secretarial audit report for the financial year 31st March, 2024 is to be read along with this letter.

Management's Responsibility

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

Auditor's Responsibility

2. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, and standards is the responsibility of the management. Our examination was limited to the verification of the procedures on a test basis. My Responsibility is to express an opinion on these secretarial records, standards and procedures followed by the company with respect to secretarial compliances.
3. We 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 a test basis to ensure that correct facts are reflected in Secretarial records. I believe that Audit evidence and information obtained from the company's management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, I have obtained the Management's representation about the compliance of laws, rules and regulations and the happening of events etc.

Disclaimer

5. 1.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.



6. I have not verified the correctness and appropriateness of financial records and books of account of the company.

Yours faithfully,

Sd/-
CHIRAG CHANDRAKANT CHAWRA
(Company Secretary in Practice)
Membership No. 5643
C.P. No. 7923
PEER REVIEW NO. 2599/2023
UDIN- F005643F001002782
Firm Unique Code: S2001MH049500

Place: Pune
Date: 20th August, 2024

Annexure-III

MANAGEMENT DISCUSSION & ANALYSIS REPORT

1. INTRODUCTION:

Our Company was originally incorporated on November 17, 2011 as “Shri Balaji Valve Components Private Limited” vides Registration No. 141370 under the provisions of the Companies Act, 2013 with the Registrar of Companies, Pune Maharashtra. The name of our Company was changed from “Shri Balaji Valve Components Private Limited” to “Shri Balaji Valve Components Limited” vide Fresh Certificate of Incorporation dated July 10, 2023, Consequent upon Change of Name pursuant to Shareholders Resolution passed at the Extra Ordinary General Meeting held on June 26, 2023 and New Corporate Identification Number U29220PN2011PLC141370. Further our Company has issued share pursuant to Initial Public Offer (IPO) and listed on SME platform of BSE LTD on 03rd January 2024.

2. OVERVIEW OF BUSINESS

Incorporated in the year 2011, we are engaged in the business of engaged in the business of manufacturing ready-to-assemble valve components catering to the manufacturing of the valves. We manufacture and supply various types of valve components which are used in the manufacturing of ball valves, butterfly valves and other valves including forging products. Further, our manufacturing system has been certified for the establishment and application of the Quality management system for the manufacturer of materials according to directives 2014/68/EU by PED & the products manufactured by closed die forging have been certified to comply with the requirements specified by NORSOK.

3. IMPACT OF COVID-19 ON OUR BUSINESS

The global industrial valves market size was valued at USD 48.1 billion in 2020 and is projected to reach USD 85.7 billion by 2025. It is expected to grow at a Compound Annual Growth Rate (CAGR) of 12.3% during the forecast period. Increasing demand for valves from the pharmaceuticals industry due to the outbreak of the COVID-19 pandemic, growing focus on the development of smart cities globally, rising need for connected networks to maintain and monitor industrial equipment, and surging requirement for establishing new nuclear power plants and revamping existing ones are the key driving factors for the industrial valves market.



4. INDUSTRY REVIEW

Global Valve Industry

The global valve industry is a part of many sectors that use valves to control the flow and pressure of fluids. The industry is expected to grow at a rate of 5% to 7% from 2022 to 2028, driven by the demand from power and chemical industries, the need for desalination activities, and the adoption of advanced technologies. The industry faces some challenges such as the stagnant growth in developed countries, the high cost of installation and maintenance, and the diverse regional policies and certifications.

The industry can be segmented by type, material, component, function, application, and geography. The most popular types of valves are ball valves and check valves. The most common material for valves is steel. The main components of valves are actuator, positioner, and valve body. The main functions of valves are isolation, regulation, safety relief valve, special purpose, and non-return. The largest application segments for valves are oil & gas, energy & power, and water & wastewater treatment. The dominant geographical region for valves is Asia-Pacific.

The global valve market can also be segmented by geography into North America, Europe, Asia-Pacific, Latin America, and Middle East & Africa. Asia-Pacific is expected to dominate the global valve market during the forecast period due to the rapid industrialization and urbanization in countries such as China, India, Japan, and South Korea. North America and Europe are also expected to have significant shares in the global valve market due to their established industries and advanced technologies. The industry is highly competitive and fragmented with many players operating at regional and global levels.

Indian Valve Industry

The valve industry in India is a vital part of the engineering sector, as valves are used to control the flow of fluids and gases in various industrial applications. Valves are essential components in sectors such as oil and gas, power generation, petrochemicals, fertilizers, water and wastewater management, and others. According to a various report, the Indian valve market size is projected to reach \$3 billion by 2023, growing at a compound annual growth rate of over 9% from 2017 to 2023. The report attributes this growth to the increasing demand for flow control equipment, the expansion of pipeline infrastructure for natural gas distribution, and the government initiatives to boost the manufacturing sector under the Make in India campaign.

The Indian valve industry is also becoming more competitive in the global market, as it offers cost-effective and quality products to meet the diverse needs of customers. According to a various report, India is the second-largest exporter of valves in Asia-Pacific, after China, and accounts for about 5% of the global valve exports. The reports states that the Indian valve industry has a complete portfolio of products, ranging from conventional valves to smart valves, which are integrated with sensors and actuators to provide real-time feedback and control. The reports also identify some of the key challenges faced by the Indian valve industry, such as lack of standardization, skilled manpower shortage, and environmental regulations.

The Indian valve industry is expected to witness further growth opportunities in the coming years, as the country plans to invest heavily in sectors such as renewable energy, urban development, smart cities, and industrial corridors. The Indian Valve and Actuator Manufacturers Association (IVAMA) is an industry body that aims to promote the ecosystem of the valve industry and bring global business to India. The association provides various services to its members, such as training, technical expertise, networking opportunities, and market intelligence. The association also organizes technology meets and exhibitions to showcase the latest developments and innovations in the valve sector.

To conclude, the valve industry in India is an important and growing segment of the engineering sector, which contributes significantly to the Indian economy. The industry has a strong potential to become a global leader in valve manufacturing and exports, by leveraging its strengths and overcoming its challenges. The industry also plays a key role in supporting other sectors that require efficient and reliable flow control solutions.

5. SWOT ANALYSIS

Strengths

Integrated Manufacturing Setup: SBVCL boasts a complete in-house manufacturing setup, giving us greater control over quality and production timelines.

Product Diversification: We offer a wide range of valve components and precision machined components, catering to diverse customer needs and reducing dependence on any single product category.



Vertical Diversification: We have our supply spread across varied sectors such as Oil & Gas, Petrochemical, Food & Beverage, Power Generation, Pharmaceutical, Defence & Construction Equipment Manufacturing.

Strong, Diverse & Growing Customer Base: We have established long-standing partnerships with both customers and suppliers, ensuring a reliable supply chain and consistent demand.

Quality Focus: Our commitment to quality assurance and adherence to industry standards strengthens their brand reputation and customer trust.

Experienced Management: The company is led by a team with extensive experience in the valve components industry, providing strategic direction and industry knowledge.

Weaknesses

Supplier Dependence: They rely on a limited number of suppliers for critical raw materials. Disruptions from these suppliers could impact production.

Opportunities

Industry Growth: The valve components market is anticipated to grow in the coming years, driven by factors like increasing industrial activity and infrastructure development. SBVCL can leverage this growth to expand its market share.

Global Presence: Their existing presence in countries like the US, Germany, and Dubai offers a platform for further international expansion.

IPO Funds: The recent IPO can provide SBVCL with the capital to invest in new technologies, product development, and capacity expansion to strengthen their competitive edge.

Threats

Competition: The valve components industry is likely to face increasing competition from domestic and international players. SBVCL needs to stay innovative and cost-effective to maintain its market position.

Raw Material Price Fluctuations: Volatility in raw material prices can squeeze profit margins if SBVCL is unable to effectively manage costs or pass them on to customers.

Economic Downturn: An economic slowdown could reduce demand for industrial products, impacting SBVCL's sales and profitability.

6. MITIGATION OF RISK /RISK MANAGEMENT

The Board assesses and classifies risks across various domains such as operations, finance, marketing, regulatory compliance, and corporate affairs. The Internal Auditor, Statutory Auditor, and Company Secretary provide their insights on risk levels while auditing specific areas, reporting to the Audit Committee. The company is proactively implementing immediate and future-oriented measures to minimize any potential risks that might emerge.

7. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of frauds and errors, adequacy and completeness of accounting records and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.

8. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

Share Capital:

During the year under review, the Company has increased Paid-up Share capital of Company as per details mentioned below:

Sr. No.	Date of Allotment	Nature of allotment	No. of Equity Shares allotted
1	17th June, 2023	Bonus Issue	59,90,000

Reserves and Surplus:

The Reserve and Surplus of Company is Rs. 2967.81 lacs as on period ended on 31st March, 2024.

Total Income:

The Company has earned total Income Rs. 4564.87 lacs as on period ended on 31st March, 2024.



9. CORPORATE GOVERNANCE

In addition to the applicable provisions of the Companies Act, 2013 with respect to Corporate Governance, provisions of the SEBI (LODR) Regulation, 2015 will also have complied with the extent applicable to our Company immediately upon the listing of the Equity Shares on the Stock Exchange. Our Company stands committed to good Corporate Governance practices based on principles such as accountability, transparency in dealings with our stakeholders, emphasis on communication and transparent reporting. We have complied with the requirements of the applicable regulations, in respect of corporate governance including the constitution of the Board and Committees thereof. The Corporate governance framework is based on an effective Independent Board, the Board's Supervisory role from the executive management team and the constitution of the Board Committees as required under law. The Board functions either as a full board or through the various committees constituted to oversee specific operational areas. As of the date, there are Five Directors on our Board out of which one-third are Independent Directors.

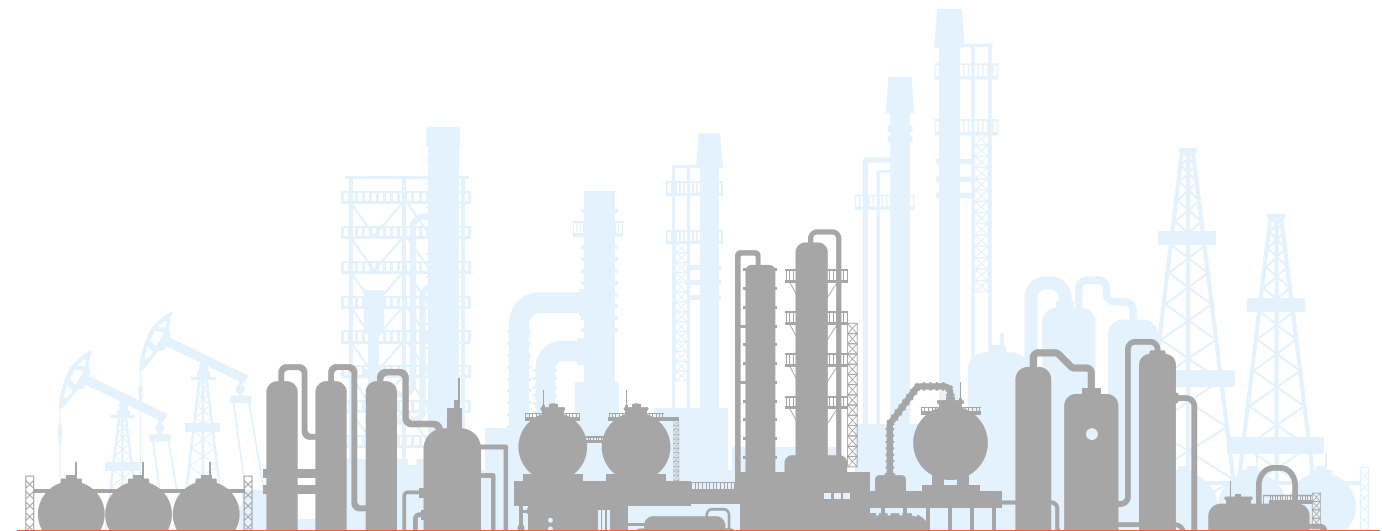
Our Company complies with the corporate governance norms prescribed under the Companies Act, 2013, particularly, in relation to the appointment of Independent Directors to our Board and the constitution of Board-level committees. Our Company undertakes to take all necessary steps to continue to comply with all the requirements of the SEBI (LODR) Regulation, 2015 and the Companies Act, 2013.

10. MATERIAL DEVELOPMENTS IN THE HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING THE NUMBER OF PEOPLE EMPLOYED:

The total employee's strength of the Company was 178 as on 31st March, 2023., who are the backbone of success and growth of the Company. The company has fostered a culture of mutual respect, teamwork, and innovation among its workforce, and has provided them with adequate training, development, and welfare opportunities. The company has also maintained cordial and harmonious industrial relations with its employees and their representatives and has ensured compliance with all the applicable labour laws and regulations. The company values its human capital as its most precious asset and strives to create a conducive and rewarding work environment for them.

11. CAUTIONARY STATEMENT:

This report contains forward-looking statements based on the perceptions of the Company and the data and information available to the company. The company does not and cannot guarantee the accuracy of various assumptions underlying such statements and they reflect the Company's current views of future events and are subject to risks and uncertainties. Many factors like changes in general economic conditions, amongst others, could cause actual results to be materially different.





DECLARATION

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT UNDER REGULATION 26(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Pursuant to Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchange, all the Board Members and the Senior Management Group have confirmed compliance with the Code of Conduct Shri Balaji Valve Components Limited (Formerly Known As Shri Balaji Valve Components Private Limited) for the financial year ended on March 31, 2024.

For SHRI BALAJI VALVE COMPONENTS
(Formerly Known As Shri Balaji Valve Components Private Limited)

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director & Chairman)
DIN: - 05110323

Place: Pune
Date: 20th August, 2024

FORM NO. AOC -2

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

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms-length transactions under the third proviso there to.

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Balaji Enterprises (Proprietor of the firm is a Director of the company)
b)	Nature of contracts/arrangements/transaction	Rent paid
c)	Duration of the contracts/arrangements/transaction	01 Year
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	Rent for using the property 2,00,000 per month
e)	Date of approval by the Board	5 April 2023
f)	Amount paid as advances, if any	Nil

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director & Chairman)
DIN: - 05110323

Sd/-
SHRINIVAS LAXMIKANT KOLE
(Whole Time Director)
DIN: - 10119216



CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTOR

(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
SHRI BALAJI VALVE COMPONENTS LIMITED
(Formerly Known As Shri Balaji Valve Components Private Limited)
PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED, BHAMBOLI, PUNE,
MAHARASHTRA, INDIA, 410501

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **SHRI BALAJI VALVE COMPONENTS LIMITED (Formerly Known As Shri Balaji Valve Components Private Limited)** having **CIN: L29220PN2011PLC141370** and having registered office at PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED, BHAMBOLI, PUNE, MAHARASHTRA, INDIA, 410501 (hereinafter referred to as 'the Company'), produced before me by the Company 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 & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending 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.

SN	DIN NO	NAME OF DIRECTORS	NATIONALITY	DESIGNATION	*DATE OF APPOINTMENT
1	05110326	MRS. MADHURI LAXMIKANT KOLE	INDIAN	NON EXECUTIVE DIRECTOR	17/11/2011
2	05110323	MR. LAXMIKANT SADASHIV KOLE	INDIAN	MANAGING DIRECTOR & CHAIRMAN	17/11/2011
3	10119216	MR. SHRINIVAS LAXMIKANT KOLE	INDIAN	WHOLE TIME DIRECTOR & CFO	15/05/2023
4	00008187	MR. SANKER PARAMESWARAN	INDIAN	INDIPENDENT DIRECTOR	10/10/2023
5	03071463	MR. VASUDEO GANPATDAS GUJRATHI	INDIAN	INDIPENDENT DIRECTOR	10/10/2023

*the date of appointment is as per the MCA Portal.

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our 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.

Yours faithfully,
For, CHIRAG CHARA & CO;

Sd/-
CHIRAG CHANDRAKANT CHAWRA
(Company Secretary in Practice)
Membership No. 5643
C.P. No. 7923
PEER REVIEW NO. 2599/2023
UDIN- F005643F001002782
Firm Unique Code: S2001MH049500

Place: Pune
Date: 20th August, 2024



CFO CERTIFICATE UNDER REGULATION 33(2)(A) OF SEBI (LODR) REGULATION, 2015

To,
The Board of Director
Shri Balaji Valve Components Limited

- A. We have reviewed financial statement and cash flow statement of Shri Balaji Valve Components Limited for the Year ended on 31st March, 2024 and to the best of our knowledge and belief:
1. These statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 2. These statements together present a true and fair view of the listed entity affairs are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are to the best of our knowledge and belief no transaction entered into by the listed entity. During the year ended 31.03.2024 which is fraudulent, illegal or violate of Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to Financial Reporting and they have disclosed to the Auditor's and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or proposes to take to rectify these deficiencies.
- D. We have indicated to the Auditor and the Audit Committee:
- I. That there are no significant changes in internal control over financial reporting during the year;
 - II. That there are no significant changes in accounting policies during the year; subject to changes in the same and that the same have been disclosed in the Notes to the Financial statement and
 - III. That there are no instances of significant fraud of which we become aware and the involvement there in, if any of the Management or an employee having significant role in the company's internal control system over Financial Reporting

For SHRI BALAJI VALVE COMPONENTS
(Formerly Known As Shri Balaji Valve Components Private Limited)

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director & Chairman)
DIN: - 05110323

Independent Auditors' Report on the Financial Statements

To the Members of **Shri Balaji Valve Components Ltd.**
Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Shri Balaji Valve Components Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss and statement of cash flows for the year ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the financial statements")

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, as amended (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2024, and its profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as 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 obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.



Other Information

The Company's Management and Board of Directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, 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.

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

The Company's management and Board of Directors are 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 state of affairs, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.

Conclude on the appropriateness of management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the financial year ended 31st March, 2024 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

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 Act, based on our audit we give in the "Annexure 1" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

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 Act, based on our audit we give in the "Annexure 1" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- 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, and the Cash Flow Statement 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 written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2024, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls with reference to financial Statement of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2" of this report.
- g. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the managerial remuneration has been paid/ provided by the company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company did not have pending litigations as on financial statement ending date other than disclosed in notes contingent liability.
 - (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There has been no delay in transferring amounts, 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, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether



- b. 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;
- c. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- d. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- (v) The company has not declared or paid any dividend during the Period.
- (vi) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024, 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. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For KISHOR GUJAR & ASSOCIATES

Chartered Accountants
Firm Registration No. - 116747W

CA Laxmi Rawat (Partner)

Membership No: - 134752
Place: - Pimpri, Pune - 411018
Date: - 7th May 2024
UDIN: - 24134752BKERAU2922

Annexure 1 to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on other legal and regulatory requirements' of our report of even date to the members of Shri Balaji Valve Components Limited.

With reference to the Annexure 1 referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2024, we report the following:

(i) Property, Plant & Equipment and Intangible Assets:

- a. (A) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (B) The company has maintained proper records showing full particulars of intangible assets;
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c. According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company does not have any immovable properties which are not held in the name of the company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee). Accordingly, clause 3(i)(c) of the Order is not applicable.
- d. According to the information and explanations to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment or intangible assets or both during the year;
- e. According to the information and explanations to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or pending against the company for holding any Benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under;



(ii) Inventory

- a. The inventory has been physically verified by Management during the year. In our opinion, the frequency of verification is reasonable. The company has physically verified the inventory as at 31st March, 2024. No material discrepancies were noticed on such physical verification. Inventories lying with the third parties have been confirmed by them as at 31st March, 2024 and no material discrepancies were noticed in respect of such confirmations.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets of the company.

In our opinion and according to the information and explanations given to us, the quarterly returns or statements filed by the company with concern banks/financial institutions, Statement of inventory and trade receivable are not in agreement with the unaudited books of account of the Company for those respective quarters. However, the reconciliation for the differences is available with the company management.

We also state that quarterly review of financial statements is not applicable to the company, hence we are not commenting on the statements submitted to the banks/financial institutions.

(iii) Loans, Investments, Guarantees, Securities and Advances in nature of Loan:

According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not made any investment in or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, clause 3(iii) (a to f) of the Order is not applicable to the company.

(iv) Loans, Investments, Guarantees and Securities covered under section 185 and 186 of the Companies Act 2013:

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security as specified under Section 185 of the Companies Act, 2013 ("the Act") and the Company has not provided any security as specified under Section 186 of the Act. Accordingly, the provisions of section 185 and 186 of the Act are not applicable and hence not commented upon.

(v) Acceptance of Deposits

The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, the provisions of clause 3 (v) of the Order is not applicable to the Company and hence not commented upon.

(vi) Cost Records

According to the information and explanations given to us, the Central Government has prescribed the maintenance of cost records under Section 148(1) of the Act for the products of the company and the company has maintained cost records.

(vii) Payment of Statutory Dues

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amount deducted /accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other statutory dues have been regularly deposited by the company with appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other statutory dues applicable to the Company, were outstanding, at the year end, for a period of more than six months from the date they became payable.

- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to GST, Provident Fund, Employees State Insurance, Income-Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax or Cess or other statutory dues which have not been deposited on account of any dispute.

(viii) Unrecorded Income

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.



(ix) Repayment of Borrowings

- a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not been declared a wilful defaulter by any bank or financial institution or government or government authority;
- c. In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained;
- d. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term purposes by the Company.
- e. According to the information and explanations given to us and procedure performed by us, the company does not hold any investment in any subsidiary, associate or joint venture (as defined in the Act) during the year ended 31st March, 2024. Accordingly, the clause 3 (xi) (e) (f) of the Order not applicable to the company.

(x) Use of money raised through issue of own shares

- a. The Company has raised moneys by way of initial public offer and were applied/will be apply for the purpose for which those are raised. However, no further public offer (including debt instruments) were made.
- b. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of clause 3(x)(b) of the Order are not applicable to the Company and hence not commented upon.

(xi) Fraud

- a. Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the Management, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- b. According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c. According to the information and explanations given by Management, no whistle-blower complaints received during the year by the company;

(xii) Nidhi Company

In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.

(xiii) Related Party Transactions

In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the notes to the financial statements as required by the applicable accounting standards.

(xiv) Internal Audit

The company has been listed on BSE-SME platform on 3rd January, 2024, accordingly the requirements of appointment of an internal auditor is applicable to the company and appointment of the auditor done in meeting held on 7th May, 2024. Hence, the internal auditor report will be considered from the FY 2024-25. Accordingly, the clause 3(xiv) (a) and 3(xiv)(b) of the Order are not applicable to the Company and hence not commented upon.

(xv) Non cash transactions with Directors

In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.



(xvi) Registration Under section 45-IA of the Reserve Bank of India Act, 1934

- a. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi) (a) and 3(xvi) (b) of the Order are not applicable.
- b. According to the information and explanations given by Management, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, clause 3(xvi) (b) of the Order is not applicable to the Company and hence not commented upon.
- c. The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- d. According to the information and explanations provided to us during the course of audit, the company does not have any CICs.

(xvii) Cash Losses

The company has not incurred cash losses in the current and in the immediately preceding financial year.

(xviii) Auditor's Resignation

There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable and hence not commented upon;

(xix) Financial Position

According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the 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) CSR Compliance

In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of section 135 of the Act. Accordingly, clause 3(xx) (a) and 3(xx) (b) of the Order is not applicable to the Company and hence not commented upon.

For KISHOR GUJAR & ASSOCIATES

Chartered Accountants
Firm Registration No. - 116747W

CA Laxmi Rawat (Partner)

Membership No: - 134752
Place: - Pimpri, Pune - 411018
Date: - 7th May 2024
UDIN: - 24134752BKERAU2922



Annexure 2 to the Independent Auditors' Report

Report on the Internal Financial Controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act 2013 ('the Act')

We have audited the internal financial controls with reference to financial statements of Shri Balaji Valve Components Limited ("the Company") as of 31st March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and whether such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an

understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to financial statements

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

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



Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial Control with reference to financial statements and such internal financial controls were operating effectively as at March 31st, 2024, based on the internal controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For KISHOR GUJAR & ASSOCIATES

Chartered Accountants
Firm Registration No. - 116747W

CA Laxmi Rawat (Partner)

Membership No: - 134752
Place: -Pimpri, Pune - 411018
Date: - 7th May 2024
UDIN: - 24134752BKERAU2922

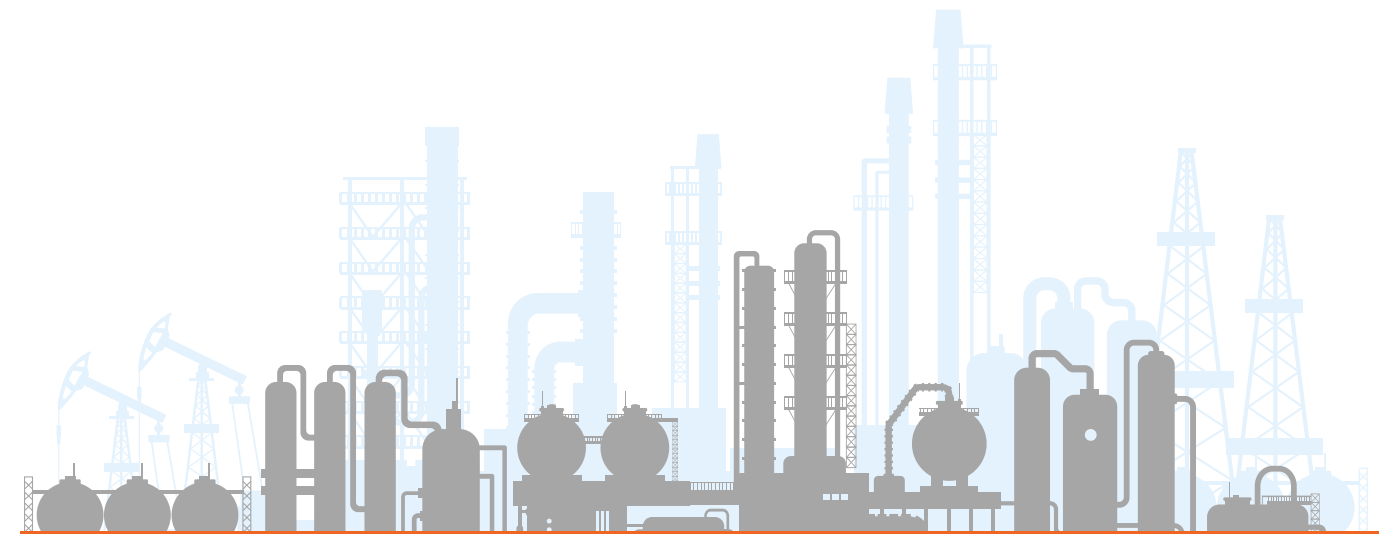
Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

Balance Sheet as at 31 March 2024

(₹ in Lakhs)

Particulars	Note	31 March 2024	31 March 2023
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	1	816	1
(b) Reserves and Surplus	2	2,967.80	795.3
Total		3,783.80	796.3
(2) Non-current liabilities			
(a) Long-term Borrowings	3	2,044.48	1,690.18
(b) Deferred Tax Liabilities (net)	4	-	-
(c) Other Long-term Liabilities	5	-	-
(d) Long-term Provisions	6	21.98	15.01
Total		2,066.46	1,705.19
(3) Current liabilities			
(a) Short-term Borrowings	7	1,032.06	1,187.81
(b) Trade Payables	8		
- Due to Micro and Small Enterprises		560.46	465.92
- Due to Others		494.09	481.69
(c) Other Current Liabilities	9	29.07	65.23
(d) Short-term Provisions	10	485.24	325.34
Total		2,600.92	2,525.99
Total Equity and Liabilities		8,451.18	5,027.48
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	11	2,303.47	1,566.72
(ii) Intangible Assets		0.13	0.24
(iii) Capital Work-in-progress		131.77	170.11
(b) Non-current Investments	12	-	-
(c) Deferred Tax Assets (net)	13	60.16	10.26
(d) Long term Loans and Advances	14	-	-
(e) Other Non-current Assets	15	351.57	23.24
Total		2,847.10	1,770.57
(2) Current assets			
(a) Current Investments	16	-	-
(b) Inventories	17	1,199.01	838.43
(c) Trade Receivables	18	3,044.51	1,792.53
(d) Cash and Cash Equivalents	19	660.76	159.32
(e) Short-term Loans and Advances	20	551.57	459.45
(f) Other Current Assets	21	148.23	7.18
Total		5,604.08	3,256.91
Total Assets		8,451.18	5,027.48



See accompanying notes to the financial statements
For and on behalf of the Board

As per our report of even date
For KISHOR GUJAR AND ASSOCIATES
Chartered Accountants
Firm's Registration No. 116747W
Peer Review No. 014220

CA Laxmi Rawat
Partner
Membership No. 134752
UDIN: 24134752BKERAU2922

Mr. Laxmikant Kole
Chairman and MD
DIN - 05110323

Mr. Shrinivas Kole
Whole Time Director
and CFO
DIN - 10119216

Place: Pune
Date: 7th May, 2024



Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

Statement of Profit and loss for the year ended 31 March 2024
(₹ in Lakhs)

Particulars	Note	31 March 2024	31 March 2023
Revenue from Operations	22	8,255.99	6,232.41
Other Income	23	51.69	66.68
Total Income		8,307.68	6,299.09
Expenses			
Cost of Material Consumed	24	5,121.16	3,883.19
Purchases of Stock in Trade	25	-	-
Change in Inventories of work in progress and finished goods	26	-114.41	-186.67
Employee Benefit Expenses	27	1,274.23	1,010.04
Finance Costs	28	147.06	136.01
Depreciation and Amortization Expenses	29	209.15	190
Other Expenses	30	547.57	398.55
Total expenses		7,184.76	5,431.12
Profit/(Loss) before Exceptional and Extraordinary Item and Tax		1,122.92	867.97
Exceptional Item		-5.09	-
Profit/(Loss) before Extraordinary Item and Tax		1,128.01	867.97
Extraordinary Item		-	-
Profit/(Loss) before Tax		1,128.01	867.97
Tax Expenses	31		
- Current Tax		339.1	222.47
- Deferred Tax		-49.9	-2.94
- Excess/Short Provision Written back/off		6.25	-
Profit/(Loss) after Tax		832.56	648.44
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic	32	10.2	7.95
-Diluted	32	10.2	7.95

See accompanying notes to the financial statements

For and on behalf of the Board

As per our report of even date
For KISHOR GUJAR AND ASSOCIATES
Chartered Accountants
Firm's Registration No. 116747W
Peer Review No. 014220

CA Laxmi Rawat
Partner
Membership No. 134752
UDIN: 24134752BKERAU2922

Mr. Laxmikant Kole
Chairman and MD
DIN - 05110323

Mr. Shrinivas Kole
Whole Time Director
and CFO
DIN - 10119216

Place: Pune
Date: 7th May, 2024

Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

Cash Flow Statement as at 31st March, 2024
(₹ in Lakhs)

Particulars	Amount as at the end of 31/03/2024	Amount as at the end of 31/03/2023
A) Cash Flow From Operating Activity		
Net profit before tax as per Statement of Profit & Loss	1,128.01	867.99
Adjustments for :		
Profit on sale of Assets	-5.1	-
Depreciation/Amortisation	209.15	191.35
Finance Costs	147.06	136.01
Interest Income	-9.63	-1.57
Rent	-0.48	-0.38
Effect of Exchange Rate Change	-14.79	-54.83
Adjustment to Reserve	-5.06	-8.72
	321.16	261.86
Operative Profit Before Working Capital Changes	1,449.17	1,129.85
Changes in working capital		
Increase/decrease in Inventories	-360.58	-213.62
Increase/decrease in Trade Receivables	-1,251.98	-308.76
Increase/decrease in Other Current and Non Current Assets	-266.9	26.67
Increase/decrease in Trade Payables	106.93	129.57
Increase/decrease in Other Current and Non Current Liabilities	14.07	50.1
	-1,758.46	-316.04
Cash Generation from Operating Activity	-309.29	813.81
Income Tax Paid (TDS/TCS / Advance Tax ,SA Tax)	228.56	244.51
Net Cash Flow From Operating Activity(A)	-537.85	569.29
B) Cash Flow From Investing Activity		
Purchases Of Property, plant and equipment including CWIP	-914.33	-543.44
Advance for Purchase of Capital Assets	-294.76	
Consideration form Sale of Asset	12	-
Interest Income	9.63	1.57
Rent Received	0.48	0.38
Net Cash Flow From Investing Activity (B)	-1,186.98	-541.49

Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

(₹ in Lakhs)

Particulars	Amount as at the end of 31/03/2024	Amount as at the end of 31/03/2023
C) Cash Flow From Financing Activity		
Net Proceeds/Repayment short Term borrowing	-155.75	67.19
Interest And Finance Charges	-147.06	-136.01
Net Proceeds/Repayment Long Term borrowing	354.31	11.1
Issue of shares through IPO	2160	-
Net Cash From/Used Financing Activity (C)	2,211.49	-57.72
Net Increase/(decrease) In cash and Cash Equivalents (A+B+C)	486.65	-29.91
Cash and Cash Equivalent at the beginning of the year	159.32	134.4
Exchange difference on foreign currency cash and cash equivalents	14.79	54.83
Cash and Cash Equivalent at the end of the year	660.76	159.32

Note:-The Cash Flow Statement has been prepared under the "Indirect Method" is set out as per AS-3 Cash Flow Statements

For and on behalf of the Board

As per our report of even date
For KISHOR GUJAR AND ASSOCIATES
Chartered Accountants
Firm's Registration No. 116747W
Peer Review No. 014220

CA Laxmi Rawat

Partner
Membership No. 134752
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Mr.Laxmikant Kole

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Mr. Shrinivas Kole

Whole Time Director
and CFO
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Place: Pune
Date: 7th May, 2024

Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

Notes to Financial Statement

1 Share Capital

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Authorised Share Capital		
Equity Shares, Rs. 10 par value, 8500000 (Previous Year -10000) Equity Shares	850	1
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, Rs. 10 par value 8160000 (Previous Year -10000) Equity Shares paid up	816	1
Total	816	1

The company has capitalised its profits by issuing 59,90,000 number of bonus shares of Face Value of Rs. 10/- in the ratio of 599:1 (599 new equity shares for 1 Existing shares) approved in Extra Ordinary General Meeting held on May 30, 2023 and allotted on June 17, 2023.

The Authorized Share Capital of the Company was increased from 1,00,000/- divided into 10,000 Equity Shares of Rs. 10/- each to 8,50,00,000/- divided into 85,00,000 Equity Shares of Rs. 10/- vide Extra Ordinary General Meeting held on May 30, 2023.

During the year 2023-24, the Company has completed its Initial Public Offer (IPO) of 21,60,000 equity shares of face value Re. 10 each at an issue price of Rs. 100 per share (including a share premium of Rs. 90 per share). Pursuant to IPO, the equity shares of the company were listed on Bombay Stock Exchange Limited (BSE)-SME on January 03, 2024.

(i) Reconciliation of number of shares

(₹ in Lakhs)

Particulars	31 March 2024		31 March 2023	
	No. of shares	(Rs in lacs)	No. of shares	(Rs in lacs)
Equity Shares				
Opening Balance	10,000	1	10,000	1
Issued during the year	81,50,000	815	-	-
Deletion during the year	-	-	-	-
Closing balance	81,60,000	816	10,000	1

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding

Shri Balaji Valve Components Limited
(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

(₹ in Lakhs)

Equity Shares Name of Shareholder	31 March 2024		31 March 2023	
	No. of shares	In %	No. of shares	In %
Laxmikant Sadashiv Kole	3000000	36.76%	5000	50.00%
Madhuri Laxmikant Kole	2999981	36.76%	5000	50.00%

(iv) Shares held by Promoters at the end of the year 31 March 2024

(₹ in Lakhs)

Name of Promotor	Class of Shares	No. of Shares	% of total shares	% Change during the year
Laxmikant Sadashiv Kole	Equity	3000000	36.76%	59900.00%
Madhuri Laxmikant Kole	Equity	2999981	36.76%	59899.62%

Shares held by Promoters at the end of the year 31 March 2023

(₹ in Lakhs)

Name of Promotor	Class of Shares	No. of Shares	% of total shares	% Change during the year
Laxmikant Sadashiv Kole	Equity	5000	50.00%	0.00%
Madhuri Laxmikant Kole	Equity	5000	50.00%	0.00%

2. Reserves and Surplus

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Securities Premium		
Opening Balance	-	-
Add: IPO Proceeds	1,944.00	-
Closing Balance	1,944.00	-
Statement of Profit and loss		
Balance at the beginning of the year	795.3	153.99
Add: Profit during the year	832.56	648.46
Less: Appropriation		
Restated Adjustment	5.06	7.15
Bonus Issue	599	-
Balance at the end of the year	1,023.80	795.3
Total	2,967.80	795.3

3. Long term borrowings

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Secured Term loans from banks	1,035.68	674.47
Secured Term loans from other parties	8.24	15.15
Unsecured Loans and advances from related parties		
-Mr. Laxmikant Kole (Balaji Enterprises)	603.21	603.21
-Mrs. Madhuri Kole (Shrinivas Engineering)	397.35	397.35
Total	2,044.48	1,690.18

Particulars of Borrowings

(₹ in Lakhs)

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments (Rs in lacs)	No of Installments
HDFC Bank Term Loan -85439399	Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock	9.50%	11.77	70
HDFC Bank term loan -84699495	Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock	9.50%	0.71	46
HDFC Bank term loan -86197566	Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock	9.50%	3.83	92
HDFC Bank term loan -452308102	Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock	9.25%	2.89	60
HDFC Bank term loan -87788110	Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock	9.34%	3.61	84
HDFC Bank term loan -89255457	Purchase of Plot D 250	8.95%	4.13	60
ELECTRONICA FINANCE LTD 105555654	CNC Vertical Machinery	9.33%	0.67	60
Kotak Mahindra Bank LAP -18809998	Immovable Property-Land PAP 134	9.00%	1.65	120

4. Deferred tax liabilities Net

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

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5. Other Long term liabilities

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

6. Long term provisions

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Provision for employee benefits		
-Gratuity	21.98	15.01
Total	21.98	15.01

7. Short term borrowings

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Current maturities of long-term debt	264.02	142.06
Secured Loans repayable on demand from banks	637.53	945.75
Unsecured Loans and advances from related parties		
-Mr. Laxmikant Kole (Balaji Enterprises)	78.78	60
-Mrs. Madhuri Kole (Shrinivas Engineering)	50.95	40
-Mr. Shrinivas Kole	0.78	-
Total	1,032.06	1,187.81

Particulars of Borrowings

(₹ in Lakhs)

Name of Lender/Type of Loan	Rate of Interest	Nature of Security
HDFC Bank -Cash Credit	7.75%	Current asset (ie stock & Trade Receivable) given as primary & collateral security
HDFC Bank Loan PCFC	7.75%	Against Sales Order of Exports

8. Trade payables

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Due to Micro and Small Enterprises	560.46	465.92
Due to others	494.09	481.69
Total	1,054.55	947.61

8.1 Trade Payable ageing schedule as at 31 March 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	559.38	0.91	0.16		560.46
Others	483.51	2.25	8.33		494.09
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					1,054.55
MSME - Undue					
Others - Undue					
Total					1,054.55

8.2 Trade Payable ageing schedule as at 31 March 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	465.77	0.15			465.92
Others	476.79	4.9			481.69
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					947.61
MSME - Undue					
Others - Undue					
Total					947.61

9. Other current liabilities

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Other payables		
-Advance from Customers	4.62	13.91
-Expenses Payable	12.97	7.95
-TDS/TCS Payable	11.48	7.93
Security Deposit	-	35.44
Total	29.07	65.23

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10. Short term provisions

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	119.8	86.53
Others		
-Audit & Professional Fees Payable	4.72	4.54
-Income Tax Provision	339.1	222.47
-Provision for Expenses	21.08	11.59
-Secretarial Charges Payable	0.54	0.21
Total	485.24	325.34

11. Property, Plant and Equipment

Name of Assets	Gross Block		Depreciation and Amortization		Net Block	
	As on 01-Apr- 23	Addition Deduction	As on 01-Apr-23	for the year	As on 31-Mar-24	As on 31-Mar-23
(i) Property, Plant and Equipment						
Land	194.76	161.7	-	-	356.46	194.76
Building	877.6	444	69.8	80.55	1,171.24	807.8
Plant and Machinery	378.62	198.53	120.44	56.01	393.71	258.18
Furniture and Fixtures	49.08	-	7.22	10.84	18.05	41.86
Office equipment	15.99	1.83	7.41	4.35	6.06	8.58
Computers	9.1	3.47	6.66	3.01	2.89	2.43
Other Equipment	193.22	0.15	31.07	29.38	60.45	162.16
Electrical Installation	115.64	41.18	24.69	24.56	49.25	107.57
Solar plant	-	101.93	-	0.34	0.34	-
Total	1,834.01	952.78	267.29	209.04	473.82	1,566.72
Previous Year	602.81	1,231.20	77.5	189.79	267.29	525.31

(ii) Intangible Assets

Computer software	1.12	-	0.88	0.11	0.99	0.24
Total	1.12	-	0.88	0.11	0.99	0.24
Previous Year	1.12	-	0.68	0.2	0.88	0.44
(iii) Capital Work-in-progress					131.77	170.11

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(iii) Capital Work-in-progress

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Opening Balance	170.11	857.87
Add: Addition during the year	131.77	294.39
Less: Capitalised during the year	170.11	982.15
Closing Balance	131.77	170.11

Capital Work-in-Progress Aging Schedule

(₹ in Lakhs)

Capital Work-in-Progress	Amount in CWIP for a period of				31-Mar-24	Amount in CWIP for a period of				31-Mar-23
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
Projects in progress	131.77	-	-	-	131.77	146.72	6.66	16.73	-	170.11
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-
Closing Balance	131.77	170.11								

12. Non current investments

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

13. Deferred tax assets net

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Deferred Tax Assets	60.16	10.26
Total	60.16	10.26

14. Long term loans and advances

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

15. Other non current assets

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Security Deposits	56.81	23.24
Others		
-Advance for MIDC Plot	279.01	-
-Advance for Purchase of Other Capital Assets	15.75	-
Total	351.57	23.24

16. Current investments

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

17. Inventories

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Raw materials	527.18	281.01
Finished goods and Work In Progress	579.17	495.54
Consumables	92.66	61.88
Total	1,199.01	838.43

18. Trade receivables

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Unsecured considered good	3,038.13	1,783.48
Doubtful	6.38	9.05
Total	3,044.51	1,792.53

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18.1 Trade Receivables ageing schedule as at 31 March 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	2,972.06	64.91	0.65	0.52		3,038.13
Undisputed Trade Receivables-considered doubtful			6.26	0.12		6.38
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						3,044.51
Undue - considered good						
Undue - considered doubtful						
Total						3,044.51

18.2 Trade Receivables ageing schedule as at 31 March 2023

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	1,773.60	6.12	3.77	-	-	1,783.48
Undisputed Trade Receivables-considered doubtful			8.82	0.23		9.05
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						1,792.53
Undue - considered good						
Undue - considered doubtful						
Total						1,792.53

19. Cash and cash equivalents

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Cash on hand	0.17	0.26
Balances with banks in current accounts	0.33	135.1
Bank Deposit having maturity of less than 3 months	650.66	-
Sub-Total	651.16	135.36
Other Bank Balances		
Deposits with original maturity for more than 12 months	9.59	23.96
Total	660.76	159.32

20. Short term loans and advances

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Others		
-Advance Tax,TDS.TCS	242.74	242.91
-Advances to Suppliers & Employees	60.68	25.46
-GST Balances	232.59	128.09
-GST Refund receivable	15.19	62.99
-HDFC BANK PREPAID CARD	0.37	-
Total	551.57	459.45

21. Other current assets

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Deferred Expenses	121.34	-
Deposit BSE Ltd.	21.6	-
Preliminary Expenses	1.35	2.7
Prepaid Expenses	3.94	4.48
Total	148.23	7.18

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22. Revenue from operations

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Sale of products	7,723.39	5,846.60
Sale of Services		
-Labour Charges	518.42	470.71
Other operating revenues		
-Others	49.2	0.38
-Scrap Sales	1,052.72	680.52
Others		
-Less: GST Collected	-1,087.74	-765.8
Total	8,255.99	6,232.41

23. Other Income

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Interest Income		
-Interest on Fixed Deposits	9.63	0.73
-Interest On Income Tax Refund	-	0.84
Others		
-Credit Card Reward Points	0.12	-
-Foreign Exchange Gain	14.54	56.32
-MEIS License Sales	26.92	8.41
-Rent	0.48	0.38
Total	51.69	66.68

24. Cost of Material Consumed

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Raw Material Consumed		
Opening stock	281.01	254.06
Purchases	5,367.33	3,910.13
Less: Closing stock	527.18	281.01
Total	5,121.16	3,883.19

25. Purchases of stock in trade

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total	-	-

26. Change in Inventories of work in progress and finished goods

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Opening Inventories		
Finished Goods & Work in progress	495.54	321.93
Consumables	61.88	48.82
Less: Closing Inventories		
Finished Goods & Work in progress	579.17	495.54
Consumables	92.66	61.88
Total	-114.41	-186.67

27. Employee benefit expenses

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Salaries and wages		
-Contract Labour Charges	326.85	265.71
-Directors Remuneration	68	-
Total continued	394.85	265.71

Employee benefit expenses

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Total continued from previous page	394.85	265.71
-Salary And Wages	745.73	636.12
-Statutory Bonus	50.84	30.33
Contribution to provident and other funds		
-Gratuity	7.11	6.33
-Others	44.71	42.23
Staff welfare expenses	30.99	29.32
Total	1,274.23	1,010.04

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Defined Benefit Plan
Changes in the present value of the defined benefit obligation
in respect of Gratuity (Non-funded)

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Defined Benefit Obligation at beginning of the year	15.06	8.72
Current Service Cost	1.64	6.39
Interest Cost	0.28	0.65
Actuarial (Gain) / Loss	-0.19	-0.71
Defined Benefit Obligation at year end	16.79	15.06
Fair value of plan assets as at the beginning of the year	-	-
Expected return on plan assets	-	-
Contributions	-	-
Benefits paid	-	-
Others 1	-	-
Others 2	-	-
Actuarial gain/ (loss) on plan assets	-	-

Reconciliation of present value of defined benefit obligation
and fair value of assets

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Present value obligation as at the end of the year	22.03	15.06
Fair value of plan assets as at the end of the year	-	-
Funded status/(deficit) or Unfunded net liability	22.03	-15.06
Amount classified as:		
Short term provision	0.05	0.05
Long term provision	21.98	15.01

Expenses recognized in Profit and Loss Account

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Current service cost	7.03	6.39
Interest cost	0.72	0.65
Net actuarial loss/(gain) recognized during the year	-0.78	-0.71
Total expense recognised in Profit and Loss	6.97	6.34

Actuarial assumptions

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Discount Rate	7.25%	7.50%
Expected Rate of increase in Compensation Level	5.00%	5.00%
Mortality Rate	IALM 2012-14	IALM2012-14
Withdrawal Rate	5.00%	5.00%

28. Finance costs

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Interest expense		
-Interest on Term Loan and Cash Credit	131.54	109.18
Other borrowing costs		
-Bank Charges	13.18	14.61
-Processing Fees	2.34	12.22
Total	147.06	136.01

29. Depreciation and amortization expenses

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Amortisation of Intangible Assets	0.11	0.2
Depreciation on Property,Plant & Equipments	209.04	189.8
Total	209.15	190

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30. Other expenses

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Auditors' Remuneration	5.25	5
Administrative expenses	34.03	16.5
Insurance	3.08	2.77
Manufacturing Expenses	184.53	132.49
Power and fuel	135.91	123.85
Professional fees	73.39	21.31
Rent	24	18.91
Repairs to buildings	0.98	0.8
Repairs to machinery	11.18	32.88
Repairs others	11.49	15.65
Rates and taxes	3.89	1.58
Selling & Distribution Expenses	9.02	12.32
Telephone expenses	3.62	3.75
Travelling Expenses	26.26	8.62
Miscellaneous expenses	7.86	2.12
Balance Write off	5.82	-
Corporate Social Responsibility Expenses	7.26	-
Total	547.57	398.55

31. Tax Expenses

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Current Tax	339.1	222.47
Deferred Tax		
-Deferred Tax	-49.9	-2.94
Excess/Short Provision Written back/off	6.25	-
Total	295.45	219.53

32. Earning per share

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Profit attributable to equity shareholders (Rs in lacs)	832.56	648.46
Weighted average number of equity shares	81,60,000	60,00,000
Earnings per share basic (Rs)	10.2	10.81
Earnings per share diluted (Rs)	10.2	10.81
Face value per equity share (Rs)	10	10

33. Auditors' Remuneration

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Payments to auditor as		
- Auditor	3.5	3.5
- for other services	1.75	1.5
Total	5.25	5

34. Contingent Liabilities and Commitments

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Claims against the Company not acknowledged as debt	-	-
Capital commitments for purchase & construction of Assets	627.57	-
Total	627.57	-

35. Leases

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023						
Future minimum rental payables under non-cancellable operating lease								
- Not later than one year	24	9						
- Later than one year and not later than five years	-	18						

The company has taken factory premises on lease and lease is upto 31.03.2025

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36. Earnings in Foreign Currencies

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Export of Goods calculated on FOB basis	2,009.37	1,837.80
Total	2,009.37	1,837.80

37. Value of Import on CIF basis

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Raw Materials	11.8	17.16
Total	11.8	17.16

38. Value of imported and indigenous raw materials, spare parts and components consumed

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Raw Materials		
- Imported	11.8	16.26
- Indigenous	4,994.95	3,680.26
Total	5,006.75	3,696.52

39. Related Party Disclosure

(i) List of Related Parties

List of Related Parties	Relationship
Balaji Enterprises	Proprietor of the firm is a Director of the company
Shrinivas Engineering	Proprietor of the firm is a director of the company
Mr. Laxmikant Kole	Chariman & MD
Mrs Madhuri Kole	Non Executive Director
Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)

(ii) Related Party Transactions

(₹ in Lakhs)

Particulars	Relationship	31 March 2024	31 March 2023
Rent paid			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	24	14.1
- Shrinivas Engineering	Proprietor of the firm is a director of the company	-	2.88
Loan received			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	53.66	18.74
- Shrinivas Engineering	Proprietor of the firm is a director of the company	22.95	19.11
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	0.78	-
Reimbursement of expenses			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	-	25.36
- Shrinivas Engineering	Proprietor of the firm is a director of the company	-	3.73
Directors Remuneration			
- Mr. Laxmikant Kole	Chariman & MD	36	-
- Mrs Madhuri Kole	Non Executive Director	12	-
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	21.91	10

(iii) Related Party Balances

(₹ in Lakhs)

Particulars	Relationship	31 March 2024	31 March 2023
Long term borrowing			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	603.21	603.21
- Shrinivas Engineering	Proprietor of the firm is a director of the company	397.35	397.35
Trade Payable			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	2.16	0.03
Short term borrowing			
- Balaji Enterprises	Proprietor of the firm is a Director of the company	78.78	60
- Shrinivas Engineering	Proprietor of the firm is a director of the company	50.95	40
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	0.78	-
- Shrinivas Engineering	Proprietor of the firm is a director of the company	-	3.73
Directors Remuneration			
- Mr. Laxmikant Kole	Chariman & MD	36	-
- Mrs Madhuri Kole	Non Executive Director	12	-
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	21.91	10

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40. Security of Current Assets Against Borrowings

(₹ in Lakhs)

Particulars	June, 2023	September, 2023	December, 2023	March, 2024
Current Assets as per Quarterly Return filed with Bank	2,506.02	3,303.49	3,372.52	4,224.77
Add:				
Valuation Difference	152.88	38.95	29.59	18.76
Less:				
Periodic Difference	19.24	-	-	-
Current Assets as per Books of Account	2,639.67	3,342.45	3,402.10	4,243.53
- Shrinivas Engineering	Proprietor of the firm is a director of the company	50.95	40	
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	0.78	-	
- Shrinivas Engineering	Proprietor of the firm is a director of the company	-	3.73	
Directors Remuneration				
- Mr. Laxmikant Kole	Chariman & MD	36	-	
- Mrs Madhuri Kole	Non Executive Director	12	-	
- Mr Shrinivas Kole	Wholetime Director & CFO (wef 15-05-2023)	21.91	10	

Current assets includes Stock and Trade Receivable

41. Registration of Charge

Charge ID- 100287240 HDFC Bank Limited Rs 28,16,06,919 Modification Dt 22/12/2023

Charge ID- 100316727 IDFC Bank Limited Rs. 1,00,00,000/- Dated 09/12/2019

Charge ID - 100434253 ELECTRONICA FINANCE LIMITED Rs. 31,97,800/- Dt 24/03/2021

Charge ID - 100741178 KOTAK MAHINDRA BANK LIMITED Rs. 1,20,00,000/- Dt 15/06/2023

Charge ID - 100913656 ICICI Bank LIMITED Rs 1,00,00,000 Dt 18/04/2024 &

Charge ID - 100913696 ICICI Bank LIMITED Rs 4,75,00,000 Dt 18/04/2024

42. Ratio Analysis

(₹ in Lakhs)

Particulars	Numerator/Denominator	31 March 2024	31 March 2023	Change in %
(a) Current Ratio	Current Assets	2.15	1.29	67.11%
	Current Liabilities			
(b) Debt-Equity Ratio	Total Debts	0.81	3.61	-77.50%
	Equity			
(c) Debt Service Coverage Ratio	Earning available for Debt Service	2.45	2.88	-15.12%
	Interest + Installments			
(d) Return on Equity Ratio	Profit after Tax	0.36	1.36	-73.33%
	Average Shareholder's Equity			
(e) Inventory turnover ratio	Total Trunover	8.1	8.52	-4.86%
	Average Inventories			
(f) Trade receivables turnover ratio	Total Turnover	3.41	3.8	-10.27%
	Average Account Receivable			
(g) Trade payables turnover ratio	Total Purchases	5.36	4.43	21.05%
	Average Account Payable			
(h) Net capital turnover ratio	Total Turnover	2.75	8.53	-67.76%
	Net Working Capital			
(i) Net profit ratio	Net Profit	0.1	0.1	-3.08%
	Total Turnover			
(j) Return on Capital employed	Net Profit	0.12	0.18	-31.24%
	Capital Employed			
(k) Return on investment	Return on Investment			
	Total Investment			

Current ratio:- During the year Ratio is increased by more than 25% due to increase in Current Assets i.e. inventory , Trade Receivable and cash & Cash equivalent compared to previous year.

Debt-Equity Ratio :-During the year Ratio is decreased by more than 25% due to Issue of new shares (IPO)

Shri Balaji Valve Components Limited

(CIN: U29220PN2011PLC141370)

(Address: Plot No. PAP B-31, Phase -2, Chakan Industrial Area, Bhambhili, Khed, Pune 410501)

Return on Equity Ratio :-During the year Ratio is Decrease More than 25% due to increase in issued share capital & Reserves as Bonus shares issued during the financial year and IPO proceeds.

Net capital turnover ratio :- During the year Ratio is decreased by more than 25% due to increase in turnover compared to previous year by Rs 2023.57 Lacs and Net working capital increased by Rs 2272.58 Lacs as Compared to previous year.

Return on Capital employed :-During the year Ratio is decreased by more than 25% due to increase in Profit After Tax and increase in share capital

43. CSR Expenditure

(₹ in Lakhs)

Particulars	31 March 2024	31 March 2023
Amount required to be spent by the company during the year	7.23	-
Amount of expenditure incurred	7.26	-
Nature of CSR activities		

The Donation was made to maharshi vedvyas pratishthan & Maharashtra arya vaisha mahasabha and CSR Donation is used by the trust for Educational purpose

-----End of Report-----

Designed and conceptualized by: Finportal Investments Pvt Ltd



Investor Relations Team: ir@balajivalvecomponents.com



**SHRI BALAJI
VALVE COMPONENTS
LIMITED**

