



KP Green Engineering Limited

(Formerly known as K P Buildcon Pvt. Ltd.)

A COMPANY TO SOLVE THE DIFFICULTIES



KPGE/AR-24/SEP/2024/27

Date: September 3, 2024

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Scrip Code: 544150

Sub.: Submission of Annual Report of the Company for the Financial Year 2023-24

Dear Sir/Madam,

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company for the Financial Year 2023-24, which is being sent through electronic mode to the Members.

The Annual Report containing the Notice of 23rd Annual General Meeting is also uploaded on the Company's website www.kpgreenengineering.com.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For KP Green Engineering Limited

(Formerly Known as K P Buildcon Private Limited)

Saurabh Sharma

Company Secretary & Compliance Officer

Encl.: as above



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CIN : L40100GJ2001PLC039763 | **Website :** www.kpgreenengineering.com | **BSE** **SME** Listed Company



KP Green
Engineering
Limited

www.kpgroup.co

Sustainable
One-stop Solution.
Endless Possibilities.

Annual Report 2023-24

Inside this report

Corporate Overview

About the Company	02
KP group profile	06
Value Proposition	12
Manufacturing Infrastructure	18
Chairman's Address	20
Whole Time Director's Letter to Shareholders	22
Our Strengths	24
Board of Director's	26
Key Performance Indicators	28
Management Discussion and Analysis	30
Glimpse of IPO launch and Matar Facility	40

Statutory Reports

Corporate Information	42
Notice	43
Director's Report	58

Financial Statements

Standalone Financial Statements	80
Consolidated Financial Statements	136



About the Company

Read all about the journey of KP Green Engineering to becoming a one-stop solution for sustainable renewable energy infrastructure and other related products, shaping India's green energy and infrastructure drive



Chairman's Address

Read all about perspective of our Chairman, on how the Company has mastered the art of providing customised and customer-specific solutions in engineering and galvanised steel structures to the renewables and infrastructure domain



Whole-Time Director's Letter

Read all about perspective of our Whole-Time Director, on how the Company is expanding its manufacturing capabilities and diversifying its product portfolio

Forward looking statement

In this Annual Report, we have disclosed forward-looking information to enable investors to comprehend our prospects and make informed investment decisions. This report and other statements - written and oral - that we periodically make, contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes', and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

Sustainable one-stop-solution. Endless Possibilities.

As we stand at the cusp of a great leap, our commitment to sustainable solutions and future-ready infrastructure remains resolute. With a legacy spanning three decades and being part of the successful KP Group, we have already established ourselves as a renowned name in hot-dip galvanised and fabricated steel products, crucial for India's renewable energy & infrastructure growth. Our comprehensive range of solutions covers key market segments, including Renewable Energy, Power Transmission, Telecom, and Infrastructure, contributing significantly to India's sustainable development goals.

With our recently successful SME IPO and nearly upcoming capacity expansion project, we are well-positioned to deepen our presence in the renewable space and infrastructure segments with significant expansion in our value proposition. Our expansion plans also include the establishment of one of Asia's largest hot-dip galvanising plants and further expansion into transmission lines, high mast poles, windmill tubular tower and other tactical areas. This strategic expansion not only reinforces our commitment to growth but also positions us to support India's growing renewable energy and infrastructure sectors.



At the heart of our operations lies a dedication to providing bespoke solutions in infrastructure development and a one-stop solution in renewable energy infrastructure, which has yielded record-breaking financial results. From Solar Module Mounting Structures to Windmill Lattice Towers, our diverse portfolio caters to the evolving needs of the renewable sector. We are poised to leverage industry tailwinds and capitalise on India's momentum in power and infrastructure development, driving the nation towards a greener and more sustainable future.

As we navigate the path ahead, our focus remains on innovation, sustainability, and excellence, ensuring that we continue to be the driving force behind India's infrastructure evolution. With a dedicated commitment to sustainable solutions and future-ready infrastructure, KP Green Engineering Limited is poised to lead India into a brighter tomorrow.



Find out more online
kpgreenengineering.com

ABOUT THE COMPANY

Shaping India's Future with Green Infrastructure

KP Green Engineering Limited, formerly known as K P Buildcon Private Limited, stands as the flagship entity of the esteemed KP Group, founded by Dr. Faruk G. Patel in 1994.

Our journey began in 2001, initially focusing on the hot-dip galvanised fabricated steel products at our manufacturing facility in Dabhasa, Vadodara, marking a significant milestone with our transition to a listed Company in 2024.

In these 24 years, we have expanded our presence across multiple products finding applications in diversified industries, exemplifying a commitment to sustainable and innovative solutions in various sectors including fabrication and galvanising, solar & wind energy, telecom infrastructure, power evacuation infrastructure, pre-engineering buildings, and many other infrastructure related applications.

We are a one-stop solution for sustainable renewable energy infrastructure and other related products, shaping India's green energy and infrastructure drive.

Manufacturing Excellence

Operating from our cutting-edge manufacturing facility in Dabhasa, Vadodara, spread across 2,00,000 Sq. Ft., KP Green Engineering delivers a diverse range of products, meticulously crafted to meet the evolving needs of our clients.

Our comprehensive portfolio includes lattice tower structures, substation structures, solar module mounting structures, cable trays, earthing strips, and beam crash barriers, among others.

We pride ourselves on providing end-to-end solutions, from engineering and design to fabrication, galvanisation, all under one roof.

Quality Assurance

As an ISO 9001:2015 certified Company, we uphold the highest standards of quality across all our operations. Our in-house quality control laboratory ensures meticulous pre and post-production checks, guaranteeing the delivery of superior products and services to our valued clients.

We hold accredited vendor status with esteemed organizations such as DISCOMs, and engineering and telecom companies, encompassing government, semi-government, public, and private sectors. Our commitment to excellence and reliability is well recognized in the industry.

Successful IPO

KP Green Engineering has successfully concluded its SME IPO and has been listed on the SME platform of BSE on March 22, 2024. This IPO raised ₹189.50 crore of capital for the Company with overwhelming response from the markets. The public offering of KP Green witnessed an over-subscription of ~30 times from retail investors as well as renowned anchor investors.

~30X
Oversubscription of the IPO

Corporate Ethos



Vision

Powering India by the power of nature.



Mission

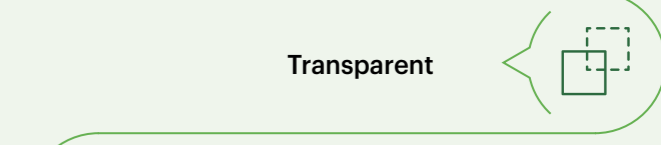
Accelerate the adoption of renewable technology across India to conserve the environment and provide a sustainable, eco-friendly energy source. Utilize economical solar energy models to transition customers from fossil fuels to renewable energy.



Values



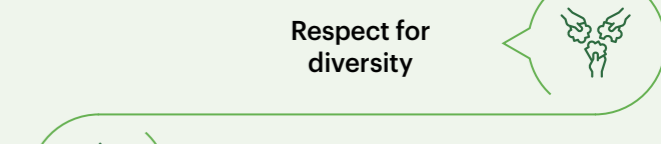
Ethical



Transparent



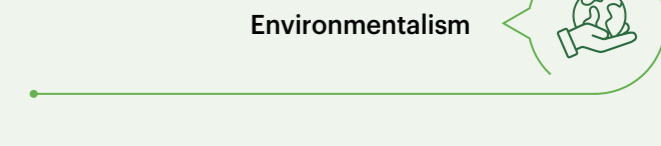
Equal opportunity to all



Respect for diversity



Respect for the individual



Environmentalism

ABOUT THE COMPANY (CONTINUED)

KPGEL in numbers

24

Years of excellence

2+1

Operation manufacturing facility at Dabhasa & Kural and upcoming unit at Matar, Bharuch

53,000+ MTPA

Operational manufacturing capacity at Dabhasa

39,000+ MTPA

Manufacturing capacity expansion at Kural*

2,94,000+ MTPA

Proposed greenfield capacity at Matar, Bharuch

3,86,000+ MTPA

Cumulative manufacturing capacity of all units post expansion

₹1,215+ crore

Market capitalisation as on March 31, 2024

ISO 9001:2015

Certified Company

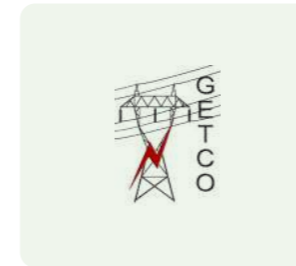
*w.e.f. April, 2024

Workplace Culture

By prioritising the well-being and professional development of its employees, KP Group has established itself as an employer of choice in the industry. The Group's focus on creating a supportive and collaborative work environment has enabled it to attract and retain top talent, who are instrumental in driving the Group's continued success and innovation. This unwavering dedication has earned the KP Group the prestigious 'Great Place to Work' recognition.



Approved vendors of industry leaders across DISCOMS, TELCOS, and Engineering companies



Future Expansion



Looking ahead, KP Green Engineering is poised for significant expansion with the establishment of a new manufacturing plant in Matar, Bharuch.

Plans are underway to introduce new product lines including high masts, floor gratings, bridges, ROB structures, PEB structures, railway structures, mono pole utility products, pre-engineered buildings, and heavy fabrications, further diversifying our offerings and reinforcing our position as a leader in the infrastructure sector.

Our unwavering commitment to engineering excellence, coupled with our dedication to sustainability and innovation, positions us at the forefront of India's infrastructure evolution. With a rich legacy of success and a vision for the future, we continue to drive progress and empower growth, shaping a brighter tomorrow for generations to come.

This state-of-the-art facility, spanning over 6.94 lakhs Sq. Ft., will substantially augment our production capacity by 2,94,000+ MTPA, enabling us to meet the burgeoning demands of the market.



KP GROUP PROFILE

An Eminent Group in Renewable Landscape

A Powerhouse in Renewable Energy

Established in 1994 by Dr. Faruk G. Patel, the KP Group has grown from a humble logistics service provider into a dynamic conglomerate with diversified interests across the renewable energy spectrum. With over 3 decades of entrepreneurial experience, the Group has cultivated expertise in almost all facets of renewable energy through its multiple entities.

KP Group's commitment extends beyond business, actively engaging in social development through the KP Human Development Foundation to uplift communities and make a meaningful impact

40+ Companies & Organizations

The KP Group now comprises 40+ entities contributing to its rapid expansion.

Diverse Renewable Energy Portfolio

Key areas include solar, wind & hybrid energy, fabrication & galvanizing products for renewable energy projects, fabrications for telecom, power & infrastructure applications, and emerging technologies such as green hydrogen & ammonia technology.



Vision and Commitment

Leveraging the opportunities presented by Gujarat & India's industrial growth, economic prosperity, and huge potential for renewable energy, the KP Group has emerged as a frontrunner in the renewable energy domain.

The Group places great emphasis on environmental stewardship and forward-thinking practices, empowering businesses to become self-reliant in energy. This commitment ensures a sustainable and prosperous future for its partners and communities alike.

"Harnessing the power of solar, wind, and hybrid energy solutions, the KP Group goes above and beyond conventional limits to cater to the evolving needs of its customers."

"At the core of the KP Group's vision lies a profound commitment to building a greener future for coming generations."



Key Business Interests

Solar Energy

Gujarat's one of the largest private solar park owner, now leading the development of the captive projects as well

Wind Energy

Gujarat's #1 BOP wind energy solution provider

Hybrid Energy

Combining the expertise in both wind & solar energy, to establish projects with higher efficiencies that reap more benefits to customers

Renewable Infrastructure

One of the most comprehensive one-stop solution providers for all sustainable renewable energy infrastructure needs, including mounting structures, transmission line & windmill lattice tower structures, substation equipment structure and much more

Green Hydrogen

Working on one of the most promising technology within the renewable space, i.e., green hydrogen

Humanitarian Services

An organisation beyond business, uplifting communities, and helping people grow & excel in everything they do

The Group's success stems from strategic diversification from fabrication & galvanizing to renewable energy (solar and wind), and telecom infrastructure. The Group is dedicated to innovation and sustainability, consistently delivering pioneering projects, including achievements such as having Gujarat's one of the largest private solar park under its belt. Central to KP Group's vision is a commitment to a greener future, utilizing solar, wind, and hybrid energy solutions to meet growing energy needs of a transforming India.

~1.28 GW
Group's Operational Capacity

~2.25 GW
Group's Projects under execution

Key Group Entities

KPI Green Energy Limited

Specializes in solar energy solutions, driving the Group's mission to harness the sun's power, and ventured in hybrid solutions to reap more benefits to customers

KP Energy Limited

A prominent BOP solution provider in Wind Industry engaged, from conceptualization till the commissioning of a wind energy & wind-solar hybrid project

KP Human Development Foundation

Dedicated to social development, working to uplift communities and make a meaningful impact



KP GROUP PROFILE

KPI Green Energy Limited



Vision

Power India by the power of nature.

Founded in
2008

Sector
Renewable Energy

KPI Green Energy, incorporated in 2008, stands as one of the leading renewable energy companies in Gujarat and India. The company has established itself as a market leader in renewable energy generation and third-party sales within Gujarat, showcasing its strong presence and expertise in the renewable energy sector. The Company operates across 33 locations in districts such as Bhavnagar, Bharuch, Kutch-Bhuj, Banaskantha, and Surendranagar.

The Company boasts as one of the largest private sector renewable energy plant in Gujarat and has set a group's ambitious target of 10+ GW by 2030, aligning with India's goal of achieving 450 GW of solar energy by 2030.

Our business encompasses two key verticals, each dedicated to delivering high-quality renewable energy solutions:

Independent Power Producer (IPP)

We develop, build, own, and operate renewable energy plants, ensuring a continuous and reliable supply of clean energy for third-party sales.

Captive Power Producer (CPP)

We provide customised renewable energy solutions for businesses & industries looking to reduce electricity costs and progress towards sustainability.

This comprehensive approach allows the Company to serve both as an Independent Power Producer and as a service provider to Captive Power Producers, demonstrating its versatility in the renewable energy market. Additionally, we also engage in offering hybrid energy solutions, catering to diverse energy needs. Our

expertise lies in designing, developing, building, owning, operating, and maintaining renewable power plants, which we proudly offer under our brand name, 'Solarism'.

KPI Green Energy is committed to spearheading the transition towards more sustainable energy sources, focusing on renewable, reliable, and cost-effective solutions. The Company continuously expands its power generation capacities, contributing significantly to India's goal of achieving a net-zero carbon future.

1,234 MW+

Cumulative business in pipeline

445 MW+

Cumulative capacity energised including Hybrid projects (158 MW+ IPP & 287 MW+ CPP)

1,657 MW+

Cumulative power evacuation capacity

2,217+ Acres

Land bank (Owned + Leased)

KP Energy Limited



Vision

Provide quality wind energy infrastructure at competitive price in committed time and with a customer centric approach towards creation of an ethically strong, stakeholder friendly corporate entity.

Founded in
2010

Sector
Renewable Energy

KP Energy Limited, established in 2010, stands as Gujarat's foremost provider of balance of plant (BOP) solutions in the wind industry. With an innovative approach and unwavering dedication, KP Energy delivers seamless and comprehensive solutions that span from the inception to the realisation of utility-scale wind farms, and throughout their entire life-cycle.

KP Energy has completed numerous projects across challenging and remote locations, catering to a diverse clientele. Its portfolio showcases the expertise in energising a cumulative installed capacity of 831 GW, with additional projects in hand totaling 1,012.7 MW. KP Energy takes pride in offering end-to-end solutions for wind project and wind-solar hybrid project development. Its wide-ranging services encompass site identification, meticulous site preparation, efficient construction and erection, and ultimately seamless power evacuation.

In addition to wind energy project execution capabilities, KP Energy owns and operates a cumulative renewable power capacity of 19.9 MW including wind & solar assets. Additionally KP Energy's wholly-owned subsidiary KP Energy OMS Limited, delivers operations & maintenance (O&M) services for BOP infrastructure throughout its lifecycle, assuring the client of seamless operations & project continuity throughout the operational life of the asset.

#1

BOP solutions provider for wind power project & wind-solar hybrid power projects in Gujarat

1,012.7 MW

Projects in hand

831 MW

Cumulative capacity energised including CTU & STU projects

523.1 MW

Total O&M portfolio

19.9 MW

Cumulative IPP capacity through a mix of wind & solar assets

KP GROUP PROFILE

KP Human Development Foundation



Vision

A world in which every human attains the right to Survival, Protection, Education, Development and Participation.

Founded in
2015

Purpose
**Social Welfare,
Non-Profit
Organisation**

KP Human Development Foundation, established in 2015, operates as the CSR arm of the KP Group. The foundation is dedicated to creating a significant social impact by focusing on quality education for underprivileged students. By collaborating with both government and private institutions, the foundation aims to elevate educational standards and improve accessibility, thereby empowering marginalized youth.

The foundation's primary mission is to enhance educational opportunities for underprivileged children. It supports and adopts schools to ensure that quality education is accessible to all. Beyond education, the foundation is deeply involved in various social welfare programs, including Elderly Support, Orphan Care, medical assistance to improve the health of underprivileged individuals and Environmental Sustainability. Also, conducting extensive tree plantation drives to promote environmental health.

The KP Human Development Foundation is driven by a strong sense of social responsibility by addressing a wide range of societal needs, the foundation aims to foster holistic growth and create a sustainable future. Its efforts are geared towards making a significant difference in the lives of individuals and communities, ensuring a brighter and more inclusive tomorrow for everyone.

The foundation's vision is to uplift the standard of education and enhance its accessibility, thereby empowering the young and marginalized. Through its diverse initiatives, the KP Human Development Foundation continues to make a meaningful impact, ensuring that its mission of social responsibility translates into tangible benefits for society.

₹15+ Lakhs
Spent for mangrove tree plantation

₹20+ Lakhs
Spent for switching to renewable energy

₹11+ Lakhs
Assisted in enhancing the quality of life for orphans and senior citizens by providing basic amenities

₹257+ Lakhs
Spent on educational support to differently abled and underprivileged students

₹65+ Lakhs
Provided medical assistance to improve the health of underprivileged individuals



VALUE PROPOSITION

One-stop Solution for Renewable Infrastructure needs

KP Green Engineering Limited positions itself as a one-stop solution provider for all sustainable renewable energy infrastructure needs. Catering to the renewable energy and infrastructure sectors, KP Green Engineering offers a comprehensive range of products, including the manufacturing of transmission line towers, substation structures, solar module mounting structures, and cable trays. The Company also provides services such as galvanising job work and solar rooftop installation services. With a commitment to driving infrastructure development and delivering sustainable solutions, KP Green Engineering continues to evolve its product range and service offerings to meet the diverse needs of its clients, ensuring a brighter and more sustainable future.



Our existing core offerings are:

01



Solar Module Mounting Structures

Commonly known as solar racking systems, these structures are crucial for securely positioning solar panels to ensure they receive maximum sunlight for efficient energy production. They can be installed on both ground and rooftop surfaces. Additionally, we offer Solar Trackers, which are automated devices that adjust the orientation of solar panels or mirrors to follow the sun's path throughout the day, thereby maximising sunlight absorption and enhancing energy output.

Windmill Lattice Tower Structures

These structures are typically associated with traditional windmill designs and are essential for providing structural support to the mechanical components of a windmill, including the rotor blades and other machinery.



02

03



Substation Equipment Structures

We specialise in manufacturing substation and switchyard structures, including gantries and equipment support structures, customised to meet specific customer requirements. Gantry structures play a crucial role in guiding power conductors from the last tower near the substation to the electrical equipment and facilitating line crossings. These structures consist of columns and beams, with designs varying based on the number of circuits in the line.

VALUE PROPOSITION

04



Transmission Line Towers

Transmission line towers are used in power transmission, distribution, and generation sectors, catering to diverse end-users such as state government utilities, EPC companies, and greenfield project entities. The design of these towers depends on various factors, including voltage specifications (ranging from 33 kV to 800 kV), conductor and earth wire considerations, wind zone characteristics, line deviation angles, suspension requirements, tension and terminal configurations, and the structural type of the tower.

Isolators (HV Disconnectors Structure)

High Voltage (HV) disconnectors, also known as high voltage isolators or high voltage disconnect switches, are critical components in power systems. They isolate and disconnect sections of an electrical circuit for maintenance, repairs, or safety protocols during equipment servicing. Our Company supplies HV disconnectors with voltage ratings ranging from 12 to 420 kV, featuring a supporting structure that secures the isolating switch in place.



05

06



Cable Trays and Earthing Materials

Cable trays are support systems used for organising and maintaining electrical cables and wires, playing a vital role in managing, routing, and protecting cables in various settings such as commercial buildings, industrial facilities, and data centres. Earthing strips and flats, which undergo a galvanization process to be coated with zinc, are essential components of grounding systems in electrical installations. They ensure safety by providing a low-resistance path for fault currents.

Metal Beam Crash Barriers

Metal beam crash barriers, also known as guardrails or road safety barriers, are designed to prevent vehicles from veering off the road and to absorb impact energy during collisions. These barriers are crucial for enhancing road safety and reducing the severity of accidents. Our Company specialises in providing crash barriers made from galvanised steel, ensuring resistance to corrosion and long-term durability.



07

Telecom Lattice Tower Structures

We manufacture various types of telecom towers, offering different heights suitable for narrow bases, microwave installations, rooftop setups, and ground-based towers. These towers are preferred in telecom infrastructure for their robustness, stability, and adaptability.



08

09



C & Z Purlins for PEB

We produce both C and Z purlins, also known as cold-formed or roll-formed structural steel sections, which are used in pre-engineered buildings. These components provide essential structural support during construction and offer advantages such as cost-effectiveness, ease of installation, and design versatility. Z purlins, in particular, provide enhanced vertical strength.

Galvanising Job Work

In addition to supplying fabricated and hot-dip galvanised steel products for various applications, we offer customised galvanising job work services based on client specifications. Clients can provide the materials they want galvanised, and we deliver tailored galvanising services to meet their specific needs.



10

11



Solar Rooftop Installation Services

We provide solar installation services tailored to our customers' needs. For solar rooftop installations, we source solar panels from reputable manufacturers and supply our custom-made mounting structures. After installation, our team conducts comprehensive testing of the entire solar system to ensure optimal functionality and electrical connections, confirming that the solar panels are generating electricity as expected.

VALUE PROPOSITION

Proposed Offerings

The upcoming expansion at Matar, Bharuch would help the Company step more deeply towards more infrastructure segments like Bridges, ROB structures, PEB structures, Railway structures, Mono pole Utility products, High Masts, and other offerings, potentially fuelling further growth. Our goal is to contribute to the development of India's renewable energy and infrastructure sectors by leveraging our capabilities and expertise. Some of the new offerings will include:



Windmill tubular towers



Transmission lines and poles



High mast & lighting poles



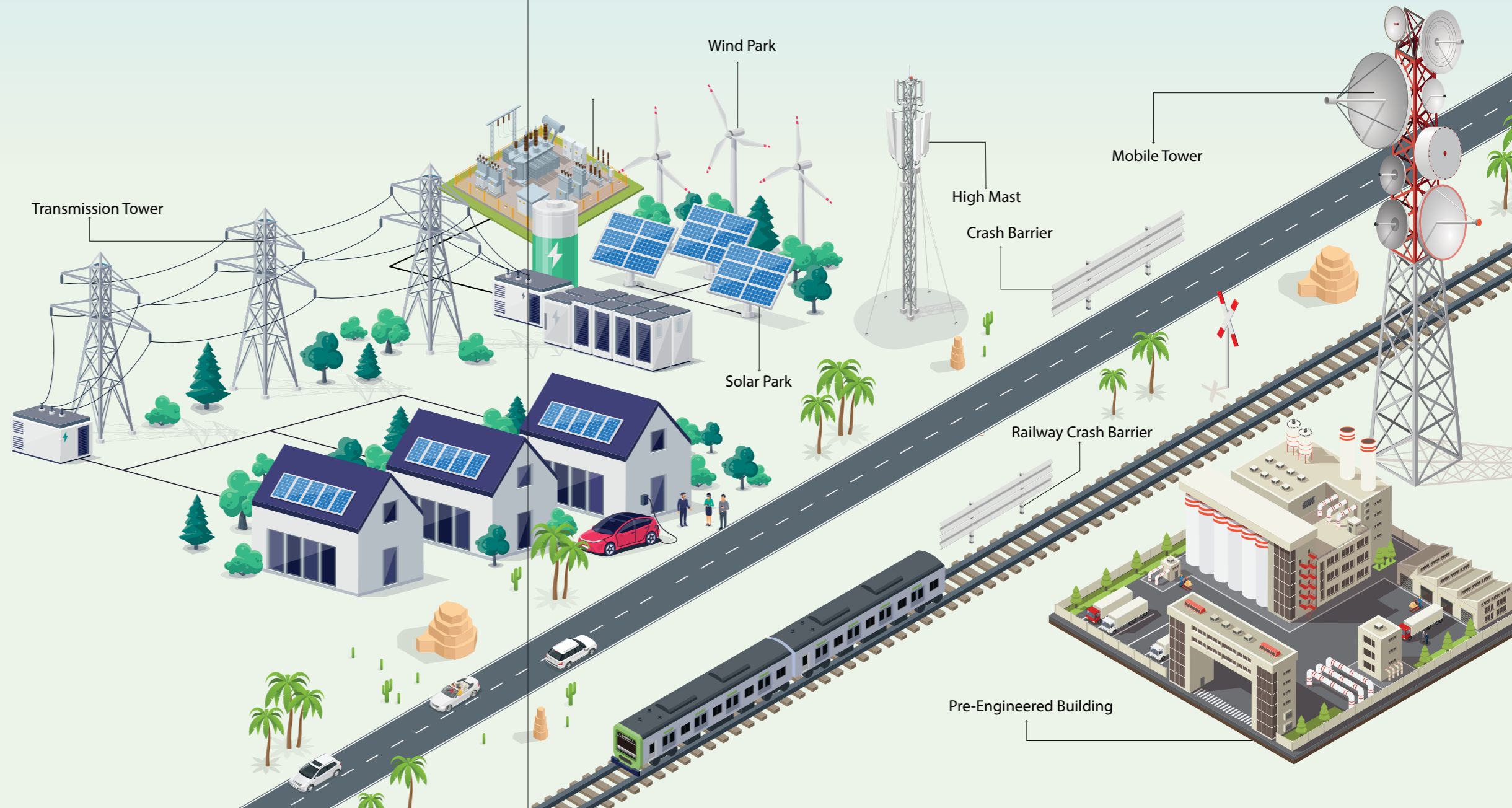
Heavy fabrication



Gratings



Pre-engineered buildings



Sectors we serve



SOLAR ENERGY



WIND ENERGY



POWER TRANSMISSION



PHARMACEUTICALS



OIL & GAS



RAILWAYS & METROS



CHEMICAL & AGROCHEMICALS



PRE-ENGINEERED INFRASTRUCTURE

MANUFACTURING INFRASTRUCTURE

Precision Engineering. Green Growth.

Our manufacturing infrastructure forms the backbone of our operations, enabling us to produce high-quality fabricated and hot-dip galvanised steel products. Each product is meticulously tailored to meet the specific demands of our customers, ensuring satisfaction and sustainable growth. Built with engineering excellence, our infrastructure is a testament to our commitment to innovation and quality.



Manufacturing Facilities

Our original flagship manufacturing facility is located in Dabhasa, Vadodara. To support our growth ambitions, we are developing a larger facility in Matar, Bharuch, which is expected to be partially commissioned in September 2024 and fully commissioned in March 2025. Furthermore, we aim to complete the acquisition of our previously leased manufacturing facility in Kural, Vadodara, in the near future.

This strategic acquisition allows us to accelerate growth and further improve order intake until the Matar plant becomes fully operational. These dynamic decisions reflect our agility and dedication in delivering our growth promises to stakeholders. Once operational, KP Green Engineering will have an extensive manufacturing infrastructure across 3 locations, augmenting our growth ambitions in the coming years.

Dabhasa Vadodara	Kural Vadodara
Operational Since 2001	Operational Since 2024
53,000+ MTPA Manufacturing Capacity	39,000+ MTPA Manufacturing Capacity
2 lakh Sq. Ft. Area Span	2.37 lakh Sq. Ft. Area Span
Manufacturing a wide portfolio of products for renewable energy, telecom and infrastructure applications.	

State-of-the-Art Infrastructure



- Our current manufacturing unit spans over 200,000 Sq. Ft. and is equipped with cutting-edge CNC machinery and equipment.
- Our ISO 9001:2015 certification underscores our dedication to quality assurance and customer satisfaction.
- A comprehensive in-house quality control laboratory ensures stringent pre- and post-production checks to uphold our high-quality standards.

Advanced Manufacturing Capabilities



CNC Angle Lines Machines

These machines enable precise shaping and cutting of steel to meet diverse customer requirements.

Roll-forming Lines

These lines manufacture C & Z Profiles for applications such as solar module mounting support structures and metal beam crash barriers.

Rigorous Maintenance

Regular maintenance schedules and inspections ensure the optimal performance of our machinery, enhancing productivity and product quality.

Broad Product Range and Market Reach



Our product range is extensive, covering a wide spectrum of infrastructure needs. From transmission line structures to solar module mounting systems, we cater to various industries, including transmission, telecom, solar, and highway safety. We are also expanding our portfolio to include windmill tubular towers, transmission lines, high masts, and more, aligning with market trends and demands. Our facilities showcase our commitment to innovation, quality, and growth, positioning KP Green Engineering as one of the leaders in the infrastructure engineering sector.

Matar Bharuch



2025
Partially commissioning in September 2024 and full commissioning in March 2025

2,94,000+ MTPA Manufacturing Capacity

6.94 lakh Sq. Ft. Area Span

Apart from existing portfolio, will be manufacturing new products like windmill tubular tower, transmission line mono poles, high mast poles, PEB, heavy fabrication products, gratings among others.

CHAIRMAN'S ADDRESS

Empowering India's Sustainable Future



सामने हो मंजिल तो रास्ते ना छोड़ना,
जो हो मन में वह सपने मत तोड़ना
कदम कदम पर मिलेंगी मुश्किलें आपको
बस सितारे तोड़ने के लिए जमीन मत छोड़ना।

Dear Shareholders,

I would like to begin by expressing my heartfelt gratitude to all our investors and the capital markets for their unwavering faith in the KP Group. The SME IPO of KP Green Engineering Limited, our third public issue, received an overwhelmingly positive response from the capital markets, being oversubscribed nearly 30 times. This remarkable feat is a testament to the confidence that investors have in the KP Group and KP Green Engineering's value proposition for burgeoning industries such as solar and wind energy, as well as the infrastructure sector.

Operating Environment

We are currently in the midst of several megatrends that are reshaping the landscape of our industry. The renewable energy sector, including solar and wind energy, is witnessing unprecedented growth and transformation. The Government of India, under the visionary leadership of our Hon'ble Prime Minister, Shri Narendra Modi, has set ambitious targets to achieve net-zero emissions by 2070. This commitment is further reinforced by the Government of Gujarat's Renewable Energy Policy 2023, which aims to meet 50% of the state's energy requirements through renewable sources by 2030. Gujarat is poised to add significant renewable energy capacity i.e. 36 GW through solar and 143 GW through wind energy, making it a pivotal player in India's renewable energy landscape.

India's renewable energy sector is not just growing; it is transforming at a pace that is setting global benchmarks. The country has already achieved its target of 40% installed electric capacity from non-fossil fuels, almost nine years ahead of its commitment made at COP 21-Paris Summit. This rapid growth is driven by technological advancements, steady policy support, and a vibrant private sector.

KP Green Engineering's Strategic Position

We are proud to say that Gujarat is our home and core area of operations, and our domain knowledge here is unparalleled. The clear vision set forth by the leadership will make India a powerhouse in the renewable energy domain, and KP Green Engineering's entire value proposition is set around being a

KP Green Engineering's entire value proposition is set around being a "One Stop Solution for Sustainable Renewable Energy Infrastructure."

"One Stop Solution for Sustainable Renewable Energy Infrastructure." KP Green Engineering Limited has mastered the art of providing customised and customer-specific solutions in engineering and galvanised steel structures to the renewables and infrastructure domain. This positions us as one of the leading players in the industry, offering the entire gamut of products and services under one roof, thereby enabling the renewable energy revolution in the country.

The SME IPO

The IPO of KP Green Engineering Limited, raised capital of ₹189.50 crore significantly bolstering the growth capital needed by the Company for the coming few years. The IPO witnessed strong market confidence, reflecting investor interest in our business model and growth prospects. This IPO, the 3rd one from the group in the last 8 years, was notably the largest SME IPO for any exchange.

Financial Performance

FY24 has proved to be a monumental year for the Company. Our Revenue from Operations stood at ₹349.05 Cr., registering a remarkable 206% growth YoY. The pace of growth has further accelerated in H2FY24 over H1FY24. Additionally, we maintained healthy profitability along with growth, with EBITDA of ₹54.17 Cr. over the previous year's ₹21.40 Cr. registering a growth of 153% YoY. Subsequently, Profit after Taxes stood at ₹35.39 Cr in FY24, over the previous year's ₹12.12 Cr. thus registering a growth of 192% YoY.

Strengthened by the proceeds from our SME IPO and healthy profitability in the year under review, our capital structure improved further, with Debt to Equity ratio of 0.14X in FY24 against 0.54X in FY23.

Growth Outlook

The renewable energy sector in India is poised for significant growth, driven by strong government policies and increasing private sector participation. The country aims to achieve 500 GW of renewable energy installed capacity by 2030, which includes ambitious targets for solar, wind, and other renewable sources.

Looking ahead, we are focused on several strategic initiatives to drive our growth and enhance our market position. Our capacity expansion at the Matar site in Bharuch is progressing well, with expectations of partial project completion by September 2024 and full commissioning by March 2025. This site will significantly bolster our capacity from the existing 53,000+ MTPA to 3,86,000+ MTPA.

Our capacity expansion at the Matar site in Bharuch will enable us to meet the growing demand for our products and services. We are also exploring new product lines, including high masts, floor gratings, bridges, ROB structures, PEB structures, railway structures, mono pole utility products, pre-engineered buildings, and heavy fabrications. These additions will further diversify our offerings and reinforce our position as one of the leaders in the infrastructure sector.



Conclusion

Our unwavering commitment to engineering excellence, coupled with our dedication to sustainability and innovation, positions us at the forefront of India's infrastructure evolution. With a rich legacy of success and a vision for the future, we continue to drive progress and empower growth, shaping a brighter tomorrow for generations to come. I would once again like to thank all our stakeholders for their continued faith in the Company and the KP Group. Your support and trust are the cornerstones of our success, and we remain committed to delivering value and driving sustainable growth.

सफलता की पहली सीडी इरादा है,
जितनी बड़ी सोच उतनी बड़ी सफलता है।

Warm regards,

Dr. Faruk G. Patel
CHAIRMAN & NON-EXECUTIVE
DIRECTOR



**WHOLE TIME DIRECTOR'S
LETTER TO SHAREHOLDERS**

Pioneering Renewable Energy Infrastructure Solutions

**Business Model and Market
Presence**

At KP Green Engineering, we are enablers of the renewable energy revolution in the country. Through our one-stop approach of being the go-to solution providers for all kinds of fabrication and galvanised products required to set up renewable energy projects, we are facilitating the implementation of renewable energy assets in India. The need for our products is all-pervasive, and their presence can be seen across sectors such as solar energy, wind energy, power transmission, pharmaceuticals, oil & gas, railways & metros, chemical & agrochemicals, and pre-engineered infrastructure.

**Growing Demand and Capacity
Expansion**

As all these sectors are crucial areas of focus for a growing India, we are witnessing a tremendous demand for our products and services. In line with this uptrend, we are significantly investing in our manufacturing capacities to meet the growing needs of our customers. The primary objective of our SME IPO was to partly finance the upcoming greenfield expansion at the Matar site in Bharuch. The work at this site is in full swing, and we expect the partial commissioning of the project in September 2024 and full commissioning in March 2025. This project will exponentially bolster our production capacity and expand our product portfolio.

Plans are underway to introduce new product lines at the upcoming site, including high masts, floor gratings, bridges, ROB structures, PEB structures, railway structures, monopole utility products, pre-engineered buildings,

Dear Shareholders,

First and foremost, I would like to extend my heartfelt gratitude to all our stakeholders for their unwavering faith in the Company and the overwhelming response to our SME IPO. Since this is our first-ever annual report presented to the shareholders and our first interaction through this medium with our esteemed investors, I would like to take this opportunity to introduce our business model to all our shareholders.

and heavy fabrications. These additions will further diversify our offerings and reinforce our position as one of the leaders in the infrastructure sector. Additionally, to increase order intake during the intermittent period of commissioning the Matar site, the Company has leased out a ready facility in Kural, Vadodara. This effort ensures that we do not lose out on any business opportunities until the Matar plant is commissioned.

The demand outlook for our products is robust, as evidenced by our growing order book and significant recent order wins. We are confident that these capacity expansion initiatives will support our growth objectives for the coming years as well. Our relentless commitment to engineering excellence, coupled with our dedication to sustainability and innovation, positions us at the forefront of India's infrastructure evolution. With a rich legacy of success and a vision for the future, we continue to drive progress and empower growth, shaping a brighter tomorrow for generations to come.

Financial Performance

FY24 has been a landmark year for KP Green Engineering. Our Revenue from Operations stood at ₹349.05 Cr. registering a remarkable 206% growth YoY. The pace of growth has further accelerated in H2FY24 over H1FY24. Additionally, we maintained healthy profitability along with growth, with EBITDA of ₹54.17 Cr. over the previous year's ₹21.40 Cr. registering a growth of 153% YoY. Subsequently, Profit after Taxes stood at ₹35.39 Cr in FY24, over the previous year's ₹12.12 Cr. thus registering a growth of 192% YoY.

Strategic Initiatives and Future Prospects

Our strategic initiatives are focused on expanding our manufacturing capabilities and diversifying our product portfolio. The upcoming greenfield expansion at the Matar site is a key part of this strategy. This site will significantly bolster our capacity from the existing 53,000+ MTPA to 3,86,000+ MTPA,

enabling us to meet the growing demand for our products and services. New product additions from this facility will further expand our offerings and reinforce our position as one of the leaders in the infrastructure sector.

Our commitment to sustainability and innovation is at the core of our business strategy. We are dedicated to provide customised and customer-specific solutions in engineering and steel structures to the renewables and infrastructure domain. This positions us as the go-to player in the industry, offering the entire gamut of products and services under one roof, thereby enabling the renewable energy revolution in the country.

Operational Excellence

Our operational excellence is driven by our state-of-the-art manufacturing facilities and our dedicated team of professionals. Our manufacturing facilities in Dabhasa and Kural are equipped with a state-of-the-art CNC machine shop, enabling us to cater to custom-made solutions with our in-house fabrication and Hot Dip Galvanizing capabilities.

Market Outlook

The renewable energy sector in India is poised for significant growth, driven by strong government policies and increasing private sector participation. The country aims to achieve 500 GW of renewable energy installed capacity by 2030, which includes ambitious targets for solar, wind, and other renewable sources. The country has also set a target to reduce the carbon intensity of its economy by less than 45% by the end of the decade and achieve net-zero carbon emissions by 2070. The investment in renewable energy will be a direct demand driver for our business, and thus promise a robust demand outlook for the coming years.

Conclusion

I would once again like to thank all our stakeholders for their continued faith in the Company and the KP Group. Your support and trust are the key drivers of our success, and we are dedicated to delivering value and promoting sustainable growth.

Warm regards,

Mr. Muinulhaque Kadva
WHOLE-TIME DIRECTOR

The renewable energy sector in India is poised for significant growth, driven by strong government policies and increasing private sector participation.

OUR STRENGTHS

Holistic Solution for Renewable Energy Infrastructure

KP Green Engineering Limited's strengths in leadership, execution capabilities, financial performance, and customer focus position us as a reliable partner for sustainable infrastructure development and renewable energy solutions. We are part of a robust sector that bolsters India's growing infrastructure and emphasizes the importance of renewable energy.



Founder-Led Leadership and Experienced Team

KP Green Engineering benefits from the visionary leadership of Dr. Faruk G. Patel, who brings over 15+ years of experience in the renewable energy sector and overall 30+ years of experience across diverse industries. His entrepreneurial vision has been instrumental in driving growth and implementing various strategic initiatives. Further, our leadership team is strengthened by a prudent mix of Executive & Independent Directors comprising our BOD and a professional senior management with diverse expertise across various industries, fostering organic growth and effective business operations.



Robust Execution Capabilities

Our manufacturing facility in Dabhasa, Vadodara, is a testament to our robust execution capabilities. Equipped with hot-dip galvanising and fabrication facilities, as well as an advanced CNC machine shop, we have a competitive advantage in executing projects efficiently. With an installed capacity of 53,000+ MTPA, set to expand to 3,86,000+ MTPA, we have consistently scaled our operations to meet our customer's growing demands while ensuring timely project delivery. Our accredited vendors across DISCOMS, TELCOS, and engineering companies such as GETCO, BSNL, EIL, MAHATRANSCO, GNFC and others, validates our execution capabilities and commitment to quality.



Robust Financial Performance

KP Green Engineering has demonstrated robust financial performance, with Total Income growing at a remarkable CAGR of 108% from FY21 to FY24. Our Profit after Tax (PAT) has shown an even more impressive CAGR of 167% during the same period, reflecting our strong operational capabilities and healthy profit margins. This financial strength is further coupled with a robust balance sheet, enabling us to pursue future growth opportunities confidently.



Diversified Revenue Streams

Our diversified revenue streams' business strategy is a cornerstone of our growth plans. We aim to expand our product and service portfolio to include new high-demand offerings, enhancing growth prospects, operational efficiency, and customer satisfaction. Our future plans include addition of windmill tubular towers, transmission lines and poles, high mast poles, lighting poles, heavy fabrication, gratings, pre-engineered buildings, and many more. By maintaining a competitive edge through quality products and optimal resource utilisation, we aim for sustainable growth and market leadership in the existing products while judiciously adding new domains as opportunity arises.



Manufacturing Capacity Expansion

KP Green Engineering is significantly expanding its installed capacity through a new manufacturing facility at Matar, Bharuch. This facility aims for an installed capacity of 294,000+ MT per annum, with a large-scale hot-dip galvanising plant. Additionally, the recently leased out Kural facility allows us to meet growing customer demand as an intermediate solution until our Matar plant is operational. Furthermore, we aim to complete the acquisition of our leased manufacturing facility in Kural, Vadodara, in the near future. This aligns with our commitment to meet evolving market demands and underscores our dedication to growth, expansion and customer satisfaction. Once all sites are fully operational, the Company will have three manufacturing facilities to support its growth ambitions.



Customer Centric Operations

Customer satisfaction is at the heart of our operations. We prioritise delivering quality products and maintaining strong client relationships, as evidenced by the long-standing relationship with our clientele. Our ability to provide bespoke and customer-specific solutions with a fast turnaround time positions us as a reliable and preferred supplier. With a focus on continuous improvement and innovation, we aim to uphold our competitive edge and drive sustainable growth in the renewable energy sector.

STRENGTHS

BOARD OF DIRECTORS

Driving Growth. Invigorating KPGEL.

The Board of Directors at KPGEL brings a wealth of experience and expertise to guide the Company's vision. Comprising seasoned professionals from diverse backgrounds, the board ensures robust governance and effective decision-making to drive value creation.



Dr. Faruk G. Patel
CHAIRMAN AND NON-EXECUTIVE DIRECTOR

Dr. Faruk G. Patel's entrepreneurial journey spans the fields of logistics, construction, infrastructure industry and moving into the renewable energy sector. He has been conferred with an Honorary Doctorate in Innovation, Talent, & Creativity Management from American East Coast University, New York, USA. As the founder of our Company, he brings over 15 years of invaluable experience in the renewable energy sector and more than 30 years of overall business experience. He is the driving force that has been instrumental in the overall success of KP Group since 1994. The Group relies on his visionary skills for many more innovative and business-friendly ideas in the years to come.



Mr. Muinulhaque Kadva
WHOLE-TIME DIRECTOR

Mr. Kadva holds a Bachelor degree in Mechanical Engineering from Gujarat Technological University, Surat, Gujarat, India. With over a decade of dedicated service, he has been an integral part of the Company. He has vast expertise in operations, project management, successful and timely execution. Over the past decade, his skills have enabled the organization to reach new heights. The Company relies on his professionalism and multitasking abilities to drive business growth in both current and emerging sectors.



Mr. Hassan Faruk Patel
NON-EXECUTIVE DIRECTOR

Mr. Patel is currently pursuing the Bachelor of Business Administration (BBA) degree from Auro University, Surat. He adds a new dimension to our team with his fresh & dynamic insights.



Mr. Amitkumar Khandelwal
NON-EXECUTIVE DIRECTOR

Mr. Khandelwal holds a Post-graduate Diploma in Financial Management from Maharaja Sayajirao University of Baroda. With over 15 years of experience, he has expertise in marketing, sales, human resources, and information technology.



Mrs. Ekta Sanghavi
INDEPENDENT DIRECTOR

As a qualified member of the Institute of Chartered Accountants of India, she brings over 18 years of valuable experience to the Company. Her extensive exposure to various manufacturing and service sectors is a significant asset to the organization. She specializes in taxation, corporate law, finance, and audit.



Mr. Surinder Kumar Negi
INDEPENDENT DIRECTOR

In 1980, Mr. Negi graduated with a Bachelor's degree in Electrical Engineering from Govind Ballabh Pant University of Agriculture and Technology. Throughout his career, spanning both public and private sector companies, he has gained extensive experience in the transmission and distribution of the power sector. In the past, he has been in various senior positions at NTPC and GETCO.



Dr. Tejpalsingh Bisht
INDEPENDENT DIRECTOR

Dr. Bisht completed his Bachelor of Laws from Saurashtra University in 1994. Additionally, he holds a Master of Arts in Economics from the University of Allahabad and a Master of Business Administration from Indira Gandhi National Open University. He has also earned a Doctor of Philosophy degree from Saurashtra University. He has served for more than 3 decades as an IPS officer in the Indian Police Service. Currently, he is retired, and has been a member of the All India Management Association since 2013.



Dr. Indu Gupta Rao
INDEPENDENT DIRECTOR

Dr. Rao holds two PhDs, one from University of Twente and another from Mohanlal Sukhadia University, Udaipur. Additionally, she completed her Bachelor's degree in Electrical Engineering from the University of Rajasthan, Jaipur in 1993. She was also awarded a Master of Business Administration from Indira Gandhi National Open University in 1999. With nearly 30 years of experience, she has worked in various fields including industry projects, corporate sector, multinationals, consultancy, and education in India, USA, and the Netherlands.

KEY PERFORMANCE INDICATORS

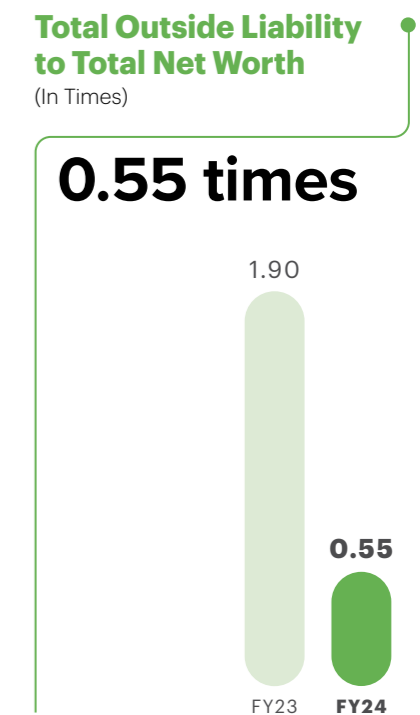
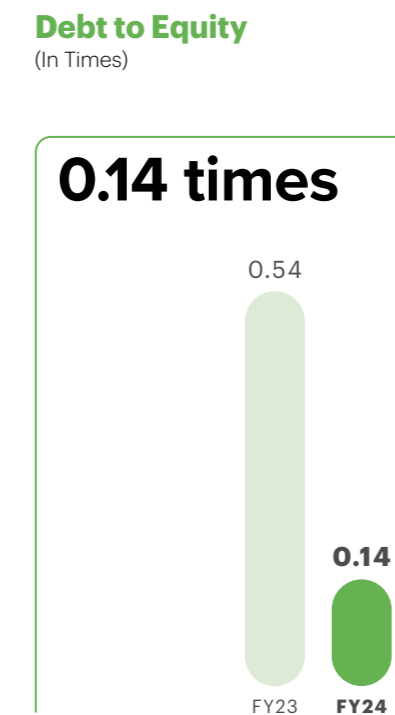
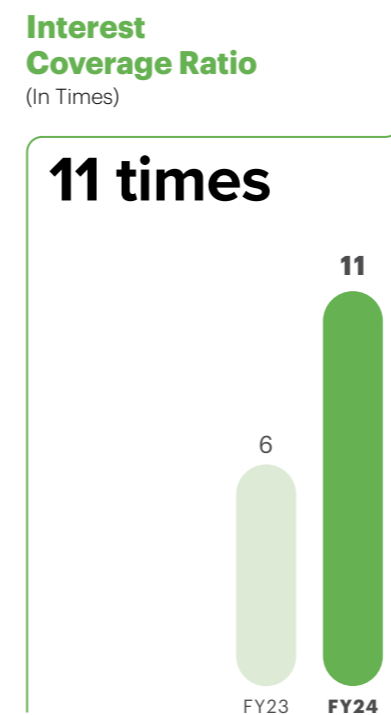
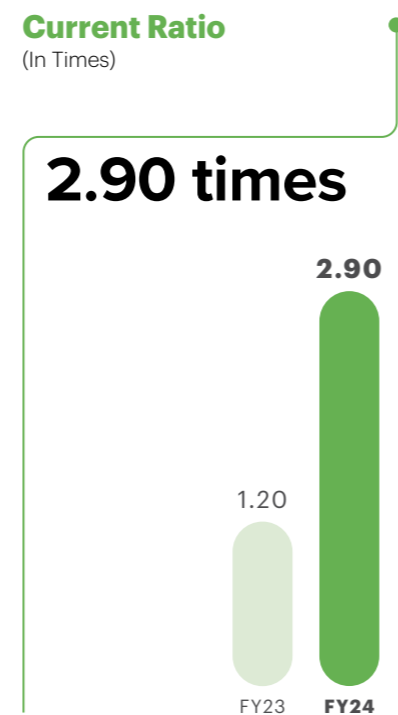
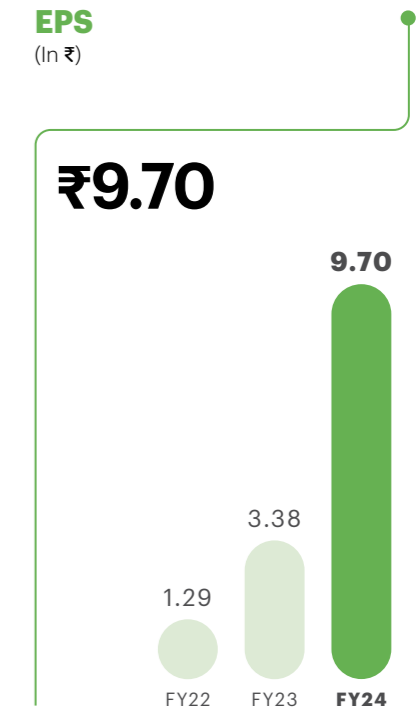
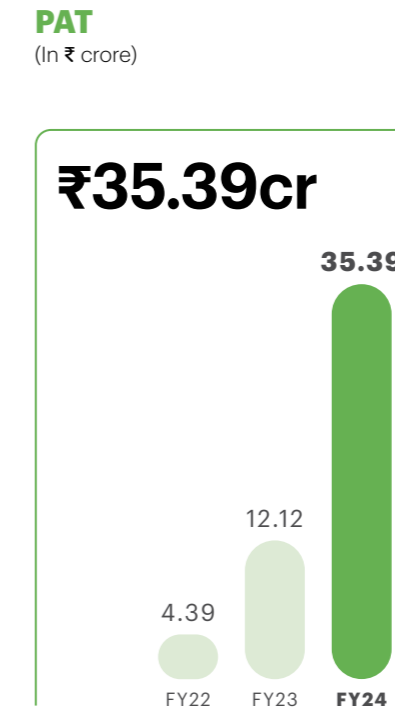
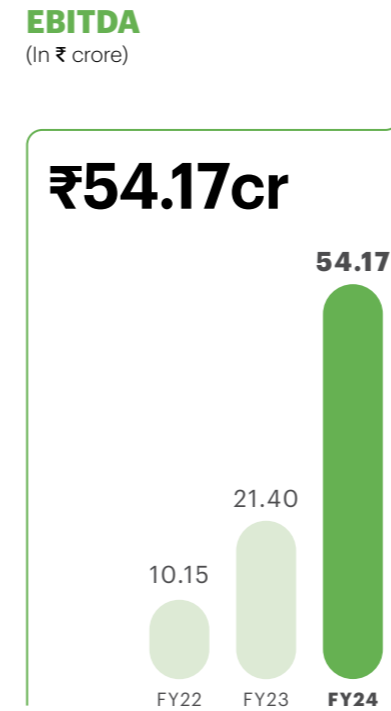
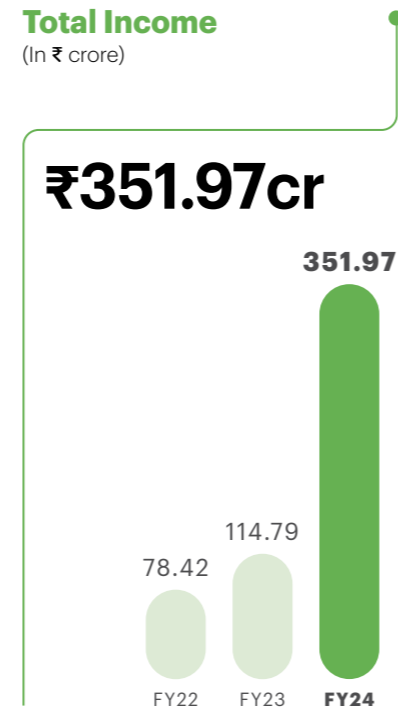
Scaling New Heights

FY24 Highlights

₹351.97cr
Total Income

₹54.17cr
EBITDA

₹35.39cr
Profit After Tax



MD&A

Management Discussion and Analysis

Economic Overview

Global Economy

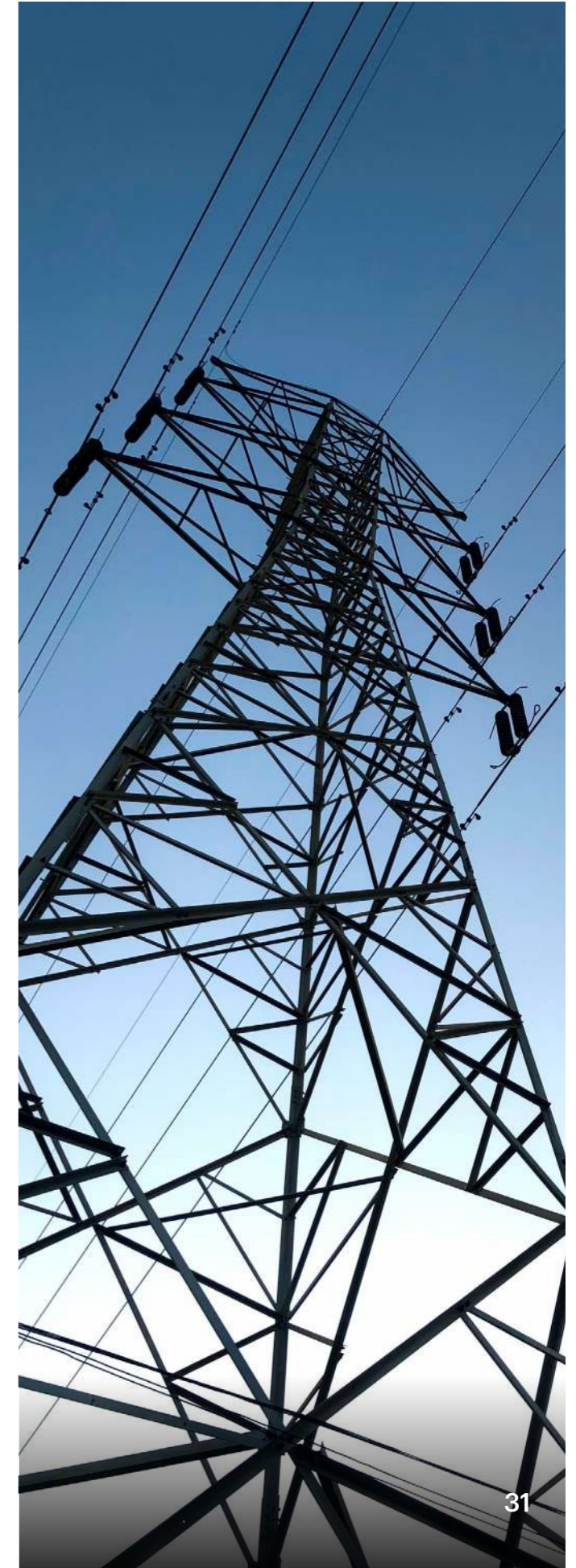
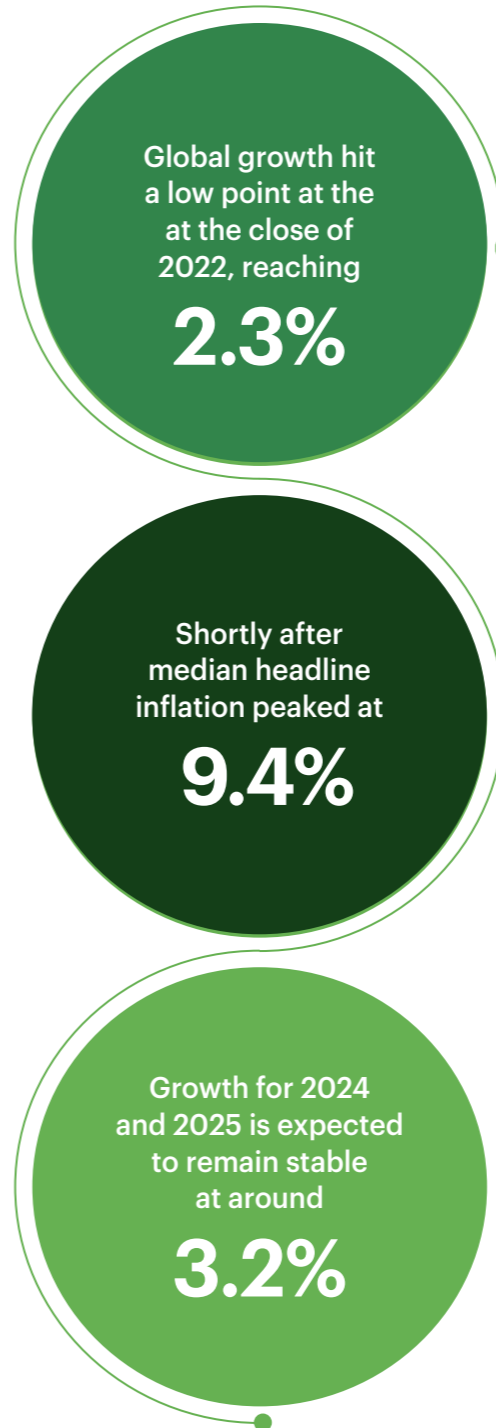
The global economy has displayed remarkable resilience, maintaining steady growth while inflation has returned to target levels. The journey thus far has been eventful, beginning with disruptions in the supply chain following the pandemic, escalating tensions due to the conflict initiated in Russia-Ukraine leading to global energy and food crises, and a significant uptick in inflation, all followed by synchronised monetary policy tightening across the globe.

Despite dire predictions, the world managed to avoid a recession, demonstrating the resilience of the banking system, and major emerging market economies did not experience abrupt halts. Additionally, despite the severity of the inflation surge and the resulting cost-of-living challenges, wage-price spirals remained largely under control. The rapid rise in global inflation has been accompanied by a subsequent decline.

On a year-on-year basis, global growth hit a low point at the close of 2022, reaching 2.3%, shortly after median headline inflation peaked at 9.4%. According to our latest projections, growth for 2024 and 2025 is expected to remain stable at around 3.2%, with median headline inflation decreasing from 2.8% at the end of 2024 to 2.4% by the end of 2025, indicating signs of a soft landing.

Financial markets have responded positively to the anticipation of central banks scaling back on tight monetary policies. This has led to eased financial conditions, soaring equity valuations, buoyant capital flows to most emerging markets (excluding China), and the restoration of market access for some low-income and frontier economies.

Source: IMF - World Economic Outlook - April 2024



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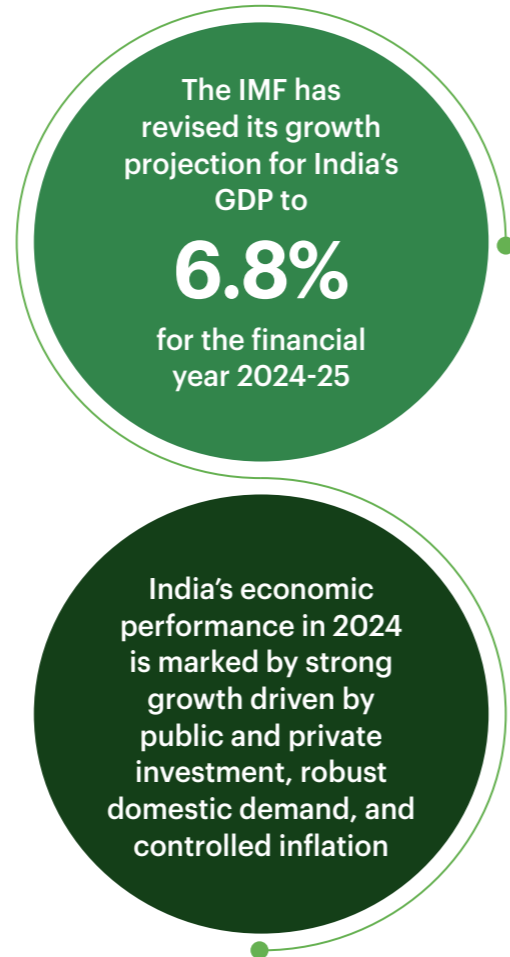
Indian Economy

India's economic performance in 2024 is marked by strong growth driven by public and private investment, robust domestic demand, and controlled inflation. Both the IMF and the World Bank provide optimistic growth projections, underscoring India's role as a significant contributor to regional and global economic growth. However, addressing structural issues and navigating global economic uncertainties will be crucial for sustaining this growth trajectory.

India's economic performance in 2024 is projected to remain robust, maintaining its position as one of the fastest-growing major economies. Both the International Monetary Fund (IMF) and the World Bank have provided optimistic forecasts. The IMF has revised its growth projection for India's GDP to 6.8% for the financial year 2024-25, up from its previous estimate of 6.5% in January 2024. This revision reflects the resilience of the Indian economy amid global challenges such as post-pandemic supply disruptions and geopolitical tensions. Similarly, the World Bank has revised its growth forecast for India, projecting a growth rate of 6.6% for the financial year 2024-25, up from its earlier projection of 6.4% made in January 2024. The World Bank attributes this revision to strong public investment, private capital expenditure, and robust private consumption.

Several factors are contributing to India's strong economic performance. Public and private investment play a significant role, with both the IMF and the World Bank highlighting the importance of public investment in driving growth. The IMF notes that much of the investment in India is public, which is expected to contribute disproportionately to growth. The World Bank emphasises robust public investment accompanied by private investment as key drivers. Strong domestic demand, particularly in the industrial and services sectors, has also been a major contributor to India's economic growth. The World Bank notes that infrastructure investments have buoyed domestic demand, even as post-pandemic pent-up consumption demand eases. Additionally, inflation in India has remained within the Reserve Bank's target range of 2-6% since September 2023, contributing to a stable economic environment. The IMF projects inflation to be 4.6% in 2024 and 4.2% in 2025, indicating a favourable inflation outlook.

The services and industry sectors are expected to sustain robust activity, offsetting a slowdown in agricultural production caused by monsoon disruptions. There has been a notable rise in private consumption, particularly among higher-income earners, which is expected to continue driving overall private consumer expenditure growth. The fiscal health of South Asian countries, including India, is gradually improving. In India, the fiscal deficit relative to GDP is projected to decrease due to increased revenues from a broadened tax base. Trade deficits are also narrowing, particularly in India, contributing to overall economic stability in the South Asia region.



Despite the positive outlook, several risks and challenges remain. The global economic outlook remains subdued, with downside risks including geopolitical tensions, trade fragmentation, prolonged high interest rates, and climate-related disasters. Structural issues also pose challenges, with the IMF highlighting lower total factor productivity as a key issue, stemming from a misallocation of labour and capital within sectors and countries.

In conclusion, India's economic performance in 2024 is marked by strong growth driven by public and private investment, robust domestic demand, and controlled inflation. Both the IMF and the World Bank provide optimistic growth projections, underscoring India's role as a significant contributor to regional and global economic growth. However, addressing structural issues and navigating global economic uncertainties will be crucial for sustaining this growth trajectory.

Source: IMF & World Bank

Industry Overview

Global Green Energy Infrastructure

The green energy infrastructure industry is pivotal in addressing the global energy demand while mitigating the adverse effects of traditional energy sources on the environment and climate. This industry encompasses the development, deployment, and maintenance of renewable energy technologies such as solar, wind, geothermal, biomass, and hydroelectric power. The shift towards green energy is driven by the need to reduce greenhouse gas emissions and achieve sustainable energy solutions.



Current State of Green Energy Infrastructure

The global renewable energy market has seen significant growth in recent years. In 2021, the market was valued at USD 768.9 billion and is projected to grow at a compound annual growth rate (CAGR) of 16.6% from 2022 to 2030. This growth is attributed to increasing environmental concerns and the pressure to reduce greenhouse gas emissions. The installed capacity of renewable energy sources has expanded, with solar and wind energy sectors witnessing substantial growth.

In 2020, the hydroelectric power segment was the largest revenue generator, and it is expected to grow at a CAGR of 6.5% during the forecast period. The residential segment also acquired a top position in the global market in 2020, with an anticipated growth rate of 8.4% during the forecast period.

Investment in green energy infrastructure has been steadily increasing. In 2021, global investment in renewable energy reached \$303.5 billion, driven by the expansion of solar and wind energy technologies. China, the United States, and Europe are the leading investors in this sector. The European Union aims to achieve 50% of its electricity consumption from renewable sources by 2030, with solar and wind energy being major contributors.

The future of green energy infrastructure looks promising, with continued growth expected in the coming years. The International Energy Agency (IEA) predicts that renewable energy investments will reach \$880 billion per year by 2030. Energy storage technologies, such as batteries and pumped hydro, will play a critical role in integrating intermittent renewable energy sources into the grid. Offshore wind energy is projected to increase 15-fold by 2040, reaching 1,000 GW.

Investing in green energy infrastructure has significant economic benefits, including job creation, economic expansion, and reduced dependency on imported energy sources. However, the industry faces challenges such as high initial costs, the need for supportive government policies, regulatory obstacles, and infrastructure issues. Effective energy storage solutions are also necessary to address the variability in renewable energy production.

The green energy infrastructure industry is essential for building a sustainable and fair future. By investing in renewable energy technologies and infrastructure, we can reduce greenhouse gas emissions, achieve energy security, and promote economic growth. The industry's future is bright, with technological advancements and supportive policies driving continued growth and development.

Source: CFBL Consulting

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Indian Renewable Energy Infrastructure

As of March 2024, renewable energy sources, including large hydropower, have a combined installed capacity of 190.57 GW.

The following is the installed capacity for renewables (March 2024):

Wind Power
45.88 GW

Solar Power
81.81 GW

Biomass/Cogeneration
10.35 GW

Small Hydro Power
5 GW

Waste to Energy
0.58 GW

Large Hydro
46.92 GW

India has set a target to reduce the carbon intensity of the nation's economy by less than 45% by the end of the decade, achieve 50% cumulative electric power installed by 2030 from renewables, and achieve net-zero carbon emissions by 2070. India aims for 500 GW of renewable energy installed capacity by 2030.

India aims to produce 5 million tonnes of green hydrogen by 2030. This will be supported by 125 GW of renewable energy capacity.

57 solar parks with an aggregate capacity of 39.28 GW have been approved in India. Wind energy has an off-shore target of 30 GW by 2030, with potential sites identified.



Source: Invest India

Growth Drivers - Renewable Energy

Increased Awareness

Cutting across all stakeholders, there is an increasing awareness about climate change and environmental degradation due to non-renewable energy sources.

Government Commitments

Reduce India's total projected carbon emission by 1 billion tonnes by 2030, reduce the carbon intensity of the nation's economy by less than 45% by the end of the decade, and achieve net-zero carbon emissions by 2070.

Proposed Solar Cities and Parks

Solar city per state-approved and approved setting up 57 solar parks of 39.28 GW across the nation. The government is also giving a push to floating PV projects.

National Green Hydrogen Mission

The Union Cabinet approved the National Green Hydrogen Mission with a total initial outlay of ₹19,744 crore, including an outlay ₹17,490 crore for the SIGHT programme, ₹1,466 crore for pilot projects, ₹400 crore for R&D, and ₹388 crore towards other mission components.

Off-Shore Wind Energy

The long-term target for off-shore wind power capacity additions is 30 GW by 2030.

Wind-Solar Hybrid Policy

In 2018, national policy was announced to promote an extensive grid-connected wind-solar PV hybrid system for efficiently utilising transmission infrastructure and land. A way to address the intermittency challenge of one renewable power source is to combine solar and wind, achieving better grid stability. It provides flexibility in a share of wind and solar components in the hybrid project; however, the capacity of one resource must be at least 25% of the rated power capacity of other resources.

Atma Nirbhar Bharat

PLI scheme in Solar PV manufacturing with financial outlays of ₹24,000 crore introduced under Atma Nirbhar Bharat. Imposition of basic customs duty of 25% on solar cells & 40% on solar PV modules w.e.f. April 1, 2022.



Source: Invest India

Hot-Dip Galvanised Steel Market

The global hot-dip galvanised steel market was valued at \$47.0 billion in 2022, and is projected to reach \$83.7 billion by 2032, growing at a CAGR of 6.1% from 2023 to 2032.

Hot-dip galvanised steel is a corrosion-resistant material created by immersing steel in a bath of molten zinc. This process forms a metallurgical bond between the zinc coating and the steel substrate, offering durable protection against rust and corrosion. The steel is thoroughly cleaned and pre-treated before immersion, ensuring proper adhesion of the zinc layer. Hot-dip galvanising provides a uniform coating thickness, promoting longevity and reducing maintenance costs. This method is commonly employed to safeguard steel structures, such as buildings, bridges, and pipelines, in various industries.

The growth of the construction industry is a significant driver for the demand for hot-dip galvanised steel. As economies expand and urbanisation accelerates, there is an increasing need for infrastructure development, including residential, commercial, and industrial projects. The building and construction sector is growing quickly as a result of major developments in infrastructure projects, a focus on affordable housing, and the application of modular building technology.

Source: Allied Market Research

MD&A

Growth Drivers - Hot-Dip Galvanised Steel Market

Primary Driver in Construction, Automotive, and Infrastructure Sectors

The primary driver of the hot-dip galvanised steel market is the growing demand for durable, corrosion-resistant materials across various industries, particularly in construction, automotive, and infrastructure sectors.

Adoption of Renewable Energy Projects

Upcoming trends in the hot-dip galvanised steel market include increased adoption of renewable energy projects, technological advancements for enhanced performance, and expanding applications across diverse industries.

Increasing Urbanisation and Disposable Incomes

Construction is the leading end-use industry segment in the hot-dip galvanised steel market. Rise in urbanisation and disposable incomes has led to the continual expansion of the construction and automotive sector.

Stringent Regulations

According to the insights of the CXOs of leading companies, the hot-dip galvanised steel market is propelled by factors such as increase in infrastructure development, automotive industry expansion, and stringent regulations favouring corrosion-resistant materials.

Demand for Sustainable Solutions

Additionally, the demand for sustainable solutions and the growth of emerging economies contribute to the market's steady growth trajectory.

India Infrastructure Development Story

Continued spending by the Government, private players, and FDI, has fuelled India's development and construction activity sectors. Continuous increase in population means the need for infrastructure is going to rise.



Company Overview

KP Green Engineering Limited, formerly known as K P Buildcon Private Limited, is the flagship entity of the esteemed KP Group, established by Dr. Faruk G. Patel. The Company was incorporated in 2001, while the KP Group's business vintage dates back to 1994. Initially focusing on hot-dip galvanised fabricated of steel products, the Company's journey evolved significantly, culminating in transition to a listed Company in 2024. Over 23 years, KP Green Engineering has expanded its footprint across India, demonstrating a steadfast commitment to sustainable and innovative solutions across various sectors, including fabrication, galvanisation, renewable energy, telecom infrastructure, and upcoming growing infrastructure sectors.

Currently, operating from its state-of-the-art manufacturing facility at Dabhasa, Vadodara, spanning 2,00,000 Sq. Ft., KP Green Engineering excels in delivering a diverse range of meticulously crafted products tailored to meet clients' evolving needs. The comprehensive portfolio encompasses lattice tower structures, substation structures, solar module mounting structures, cable trays, earthing strips, and beam crash barriers, among others. KP Green Engineering takes pride in offering end-to-end solutions, from engineering and design to fabrication, galvanisation, and deployment, all under one roof.

As an ISO 9001:2015 certified Company, KP Green Engineering upholds the highest standards of quality across its operations. With an in-house quality control laboratory, it conducts meticulous pre and post-production checks to ensure the delivery of superior products and services. The accreditation as a vendor with many esteemed organisations underscores KP Green Engineering's unwavering commitment to excellence and reliability in the industry. The Company is currently in the process of executing a large capacity expansion project through a greenfield project in Matar, Bharuch, which will significantly augment its manufacturing capacity.

Source: Allied Market Research

FY24 Performance Discussion

The consolidated Total Income for the year witnessed an exceptional surge, increasing by an impressive 207% to reach ₹352 crore, a substantial rise from ₹115 crore in the previous year. This remarkable growth is a testament to the growing demand for the Company's products and its ability to deliver on its growth commitments. Subsequently, EBITDA experienced robust growth of 153% to ₹54 crore, demonstrating its strong operational efficiency. The Profit After Tax (PAT) increased by 192%, reaching ₹35 crore, registering the highest ever profitability.

Additionally, the Company's Earnings Per Share (EPS) climbed to ₹9.70, a substantial rise from ₹3.38 in FY23, highlighting its commitment to enhancing shareholder value.

Overall, the Company's financial performance for the year is a reflection of its strategic focus, operational efficiency, and commitment to delivering value to its stakeholders apart from its satisfied manpower and customers.

Financial Ratios

Particulars	March 31, 2024	March 31, 2023	Change	Remarks
Debtors Turnover	78.91	55.38	42.49%	Increase is mainly due to increase in trade receivable in current year as compared to last year.
Inventory Turnover	5.91	2.35	151.49%	Increase is mainly due to increase in purchase is higher as compared to increase in average inventory in current year as compared to last year.
Current Ratio	2.90	1.25	132.00%	Increase is due to the fact that there is increase Debtors and Bank balance during the current year as compared to last year because of increase in Revenue and Share Application Money received on 22 nd March 2024
Debt/Equity Ratio	0.14	0.54	-74.07%	Decrease is due to the fact that there is sudden increase in shareholders equity because the company has raised funds through SME IPO during the current year also the Company has made preferential shares allotment.
Interest Coverage Ratio	13.81	6.18	123.67%	Increase is due to the fact that there is significant increase in profit during the period as compared to last year.
Net Profit Margin	0.10	0.11	-4.43%	-
Operating Profit Margin	0.15	0.17	-13.77%	-
Debt Service Coverage Ratio	4.09	3.22	27.02%	Increase is due to the fact that there is significant increase in profit during the period as compared to last year.
Net Capital T/O Ratio	1.43	7.30	-80.41%	Decrease is mainly due to increase in working capital in current year as compared to last year.
EPS	9.70	3.38	186.98%	Increase is due to the fact that there is significant increase in profit during the period as compared to last year.

MD&A

Outlook

KP Green Engineering Limited is poised for continued growth and success, driven by the increasing demand for its products in the renewable energy and infrastructure sectors. The Company's current and expanding product offerings are well-positioned to meet the growing needs of the renewable energy industry, including wind, solar, and hybrid projects. In addition to the renewable energy sector, the Company's products are also expected to be in demand from the focus on infrastructure development both public and private sector investments. Further, the expansion of the Company's product portfolio and manufacturing capacities through its existing Dabhasa and Kural facility, furthermore, the upcoming Matar facility will further enhance its ability to cater to the growing demand in the industry.

Looking ahead, KP Green Engineering has outlined a strategic roadmap to further solidify its position in the renewables infrastructure and infrastructure industry. The Company's strategic initiatives are designed to pave the way for sustained long-term growth and value creation for all its stakeholders. With a focus on enhancing operational efficiency and maximising long-term shareholder value, KP Green Engineering is well-positioned to continue delivering strong financial performance and driving growth for years to come.

Internal Control and Adequacy

We've implemented a robust internal control framework designed to protect all assets against unauthorised use or disposal, ensuring thorough authorisation, documentation, and reporting of transactions.

Additionally, we've implemented measures to optimise resource utilisation, enhance operational efficiency, monitor activities, and ensure compliance with relevant regulations. Our internal control systems have been validated by auditors, affirming their adequacy and effectiveness. The Company engages external consultants with diverse professional expertise across various administrative and business verticals to gain the latest industry insights.

In order to mitigate the risk, the Company has Internal auditors reporting independently to the Audit Committee and also to the Board of Directors of the Company.

Human Resource Development and Industrial Relations

Our Founder and Promoter, Dr. Faruk G. Patel, prioritizes a Human-First approach in all business and commercial decisions. In his vision, people are the central pillar of organizational growth and sustainability. We prioritise the development of our workforce's expertise, skills, and knowledge. Through the implementation of dynamic personnel policies, we aim to attract top talent, facilitate seamless integration, and foster continuous skill enhancement. Our comprehensive training programmes, both internal and external, equip our employees with the necessary tools to excel in their respective roles.

Our commitment to our employees extends not only to their well-being but also their safety. We uphold stringent environmental, health, quality, and safety standards to ensure compliance with changing regulatory requirements. Through our dedicated Environment, Health, and Safety (EHS) function, we oversee initiatives focused on risk mitigation, accident prevention, and the cultivation of a safety-centric culture.

As of March 31, 2024, our Company employs 118 permanent employees at the consolidated level, including those within our subsidiary.



Risks, Concerns & Risk Mitigation

Our Company encounters various regulatory, environmental and business risks in its operations. We actively work towards prevention and mitigation of the risk to minimize its potential impact on our performance.



Safety Risk

Compliance with stringent safety laws and regulations governing our manufacturing facility is crucial. Failure to adhere to these requirements could disrupt business continuity and harm our reputation.



Regulatory Risk

Our operations are subject to numerous statutes, including environmental laws, climate change regulations, trade measures, competition laws, and taxes. Non-compliance with these regulations may negatively affect our operational performance and reputation. Given the evolving regulatory landscape, it's imperative to maintain comprehensive compliance efforts to address changes in existing provisions and the introduction of new ones.



Credit Risk

Financial market volatility and interest rate fluctuations can impact our Company's debt servicing capabilities. As Company operates in the domestic market hence, currency risks do not exist.



Supply Chain Risk

Our supply chain network is vulnerable to physical and environmental damage, trade restrictions stemming from geopolitical tensions, and supply disruptions. Dependence on infrastructure development and outsourced partners heightens the risk of operational disruptions.



Commodity Fluctuation Risk

Our Company's performance is closely linked to commodity prices as it is specially related to the stainless steel and zinc industry. Changes in demand-supply dynamics within the sector, both domestically and internationally, may affect our performance. However, in order to curtail the impact on our profitability the Company covers back-to-back risk in commodity prices and also ensures adequate commercial escalation clauses in customer contracts.

Cautionary Statement

We want to stress that this report includes forward-looking statements concerning anticipated future events, financial outcomes, and operational milestones of KP Green Engineering Limited. These statements are based on assumptions and are subject to various risks and uncertainties. There is a significant risk that these assumptions, predictions, and other forward-looking statements may not accurately reflect future outcomes.

We urge readers to exercise caution and avoid placing undue reliance on forward-looking statements, as several factors could result in disparities between assumptions and actual future results and events. Therefore, this document is subject to the disclaimer and is qualified in its entirety by the assumptions, qualifications, and risk factors outlined in KP Green Engineering Limited's Annual Report for FY24, as discussed in the Management Discussion and Analysis section.

GLIMPSES OF IPO LAUNCH AND MATAR FACILITY

IPO Ceremony



Glimpse of Upcoming Expansion of Facilities at Matar, Bharuch



Company Information

Board of Directors

Dr. Faruk G. Patel

Promoter, Chairman & Non-Executive Director

Mr. Muinulhaque Iqbalhusen Kadva

Whole-Time Director
(w.e.f. 06.12.2023)

Mr. Hassan Faruk Patel

Non-Executive Director
(w.e.f. 07.12.2023)

Mr. Amitkumar Subhashchandra Khandelwal

Non-Executive Director
(w.e.f. 06.12.2023)

Mrs. Ekta Aagam Sanghavi

Independent Director
(w.e.f. 06.12.2023)

Mr. Surinder Kumar Negi

Independent Director
(w.e.f. 06.12.2023)

Dr. Tejpalsingh Jagatsingh Bisht

Independent Director
(w.e.f. 07.12.2023)

Dr. Indu Gupta Rao

Independent Director
(w.e.f. 27.12.2023)

Chief Financial Officer

Mr. Pravinkumar Singh

Company Secretary & Compliance Officer

Mr. Saurabh Sharma

Statutory Auditor

M/s K A Sanghavi & Co LLP
Chartered Accountants
Surat

Secretarial Auditors

M/s Chirag Shah & Associates
Practicing Company Secretaries
Ahmedabad

Cost Auditors

M/s V.M. Patel & Associates
Cost Accountants
Surat

Registered Office:

'KP House', Near KP Circle,
Opp. Ishwar Farm Junction BRTS,
Canal Road, Bhatar,
Surat - 395017, Gujarat, India.

CIN: L40100GJ2001PLC039763

Website: www.kpgreenengineering.com

Audit Committee

Mrs. Ekta Aagam Sanghavi, Chairman
Dr. Indu Gupta Rao, Member
Mr. Muinulhaque Iqbalhusen Kadva, Member

Nomination and Remuneration Committee

Mrs. Ekta Aagam Sanghavi, Chairman
Dr. Tejpalsingh Jagatsingh Bisht, Member
Dr. Faruk G. Patel, Member

Stakeholders Relationship Committee

Mr. Amitkumar Subhashchandra Khandelwal, Chairperson
Dr. Tejpalsingh Jagatsingh Bisht, Member
Mr. Surinder Kumar Negi, Member

Corporate Social Responsibility Committee

Mr. Muinulhaque Iqbalhusen Kadva, Chairperson
Mr. Hassan Faruk Patel, Member
Dr. Indu Gupta Rao, Member

Registrar and Transfer Agent

M/s Bigshare Services Private Limited

Reg. Office: Office No. S6-2, 6th Floor, Pinnacle Business
Park, Next to Ahura Centre, Mahakali Caves Road, Andheri
East, Mumbai - 400093, Maharashtra.

Tel. No.: 91-22-62638200

Fax No.: 91-22-62638299

E-mail ID: ipo@bigshareonline.com

Website: www.bigshareonline.com

Notice

NOTICE is hereby given that the **23rd Annual General Meeting (AGM)** of the **KP Green Engineering Limited (formerly Known as K P Buildcon Private Limited)** ('the Company') will be held on Thursday, September 26, 2024 at 11.00 a.m. through Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') to transact the following businesses. The venue of the meeting shall be deemed to be the Registered Office of the Company at 'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS, Canal Road, Bhatar, Surat 395017, Gujarat.

ORDINARY BUSINESS:

1. To receive, consider and adopt the:
 - a. audited Standalone Financial Statements of the Company for the financial year ended March 31, 2024, together with the Reports of the Board of Directors and the Auditors thereon; and
 - b. audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2024, together with the Report of the Auditors thereon.
2. To appoint a Director in place of **Mr. Amitkumar Subhashchandra Khandelwal (DIN: 09287996)**, who retires by rotation and being eligible offers himself for re-appointment:

"**RESOLVED THAT** pursuant to the provisions of section 152 and any other applicable provisions and the Rules framed thereunder, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Amitkumar Subhashchandra Khandelwal (DIN: 09287996)**, who retires by rotation, and being eligible, seeks re-appointment, be and is hereby re-appointed as a Director, liable to retire by rotation."

SPECIAL BUSINESS:

3. **Payment of commission to the Non-Executive Director(s) including Independent Director(s) of the Company:**

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

"**RESOLVED THAT** pursuant to the provisions of Section 197 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") read with rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), the provisions of the Memorandum and Articles of Association, upon the recommendation of Nomination and Remuneration Committee and the Board of Directors, the consent of the members of the company be and is hereby accorded for payment of commission to the Non-Executive Director(s) including Independent Director(s) of the Company who is/are neither in the whole time employment nor Managing Director, in addition to sitting fees being paid to them for attending the meeting of the Board and its Committees, a sum not exceeding 1% of the net profits of the Company per annum, calculated in

accordance with the provisions of Section 198 of the Act, for a period of three years from the financial year commencing from April 01, 2024, in such manner and up to such extent as the Board of Directors of the Company may, from time to time, determine.

RESOLVED FURTHER THAT notwithstanding anything contained to the contrary in the Companies Act, 2013, wherein any financial year the Company has no profits or has inadequate profit, the Non-Executive Director(s) including independent directors be paid minimum remuneration or such remuneration as may be approved by the Board within the ceiling prescribed under Schedule V of the Companies Act, 2013 or any modification or re-enactment thereof at relevant time, without any further reference to the Company in General Meeting.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorized to do all such acts, deeds, things and matters as it may in its absolute discretion deem necessary, proper, or desirable and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

4. **Revision in remuneration payable to Mr. Muinulhaque Iqbalhusen Kadva (DIN: 07661317), Whole Time Director of the Company:**

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 Sections 196, 197 and 198 and other applicable provisions and the Rules framed thereunder, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactment thereof, for the time being in force) read with Schedule V of the Companies Act, 2013 and subject to such other approvals as may be necessary, on the recommendation of Nomination & Remuneration Committee and the Board of Directors, the consent of the members of the Company be and is hereby accorded for revision of remuneration of **Mr. Muinulhaque Iqbalhusen Kadva**, Whole Time Director of the Company, which shall in no case exceed the overall limit of five percent (5%) of the net profits of the Company as applicable to each of the Managing/Whole time Directors of the Company and/or ten percent (10%) of the net profits of the Company for all Managing/Whole-time Directors in accordance with the provisions of Sections 197, 198 and other applicable provisions and

the Rules framed thereunder, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to vary, alter, enhance or widen (collectively referred to as 'Variation') the remuneration specified above which is payable to Mr. Muinulhaque Iqbalhusen Kadva, Whole Time Director of the Company during his tenure to the extent permitted, under applicable law without being required to seek any further consent or approval of the members of the Company and intent that they shall be deemed to have given their approval thereto expressly by the authority of this resolution, provided however that any such Variation shall not exceed any amount permitted to be paid to Whole Time Director under Section 197 read with Schedule V and other applicable provisions and the Rules framed thereunder, if any, of the Companies Act, 2013 without obtaining requisite approvals.

RESOLVED FURTHER THAT in the event of absence or inadequacy of profits in any financial year, the remuneration payable to Whole Time Director shall be within the maximum permissible limits specified under Section II of Part II of Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorized to do all such acts, deeds, things and matters as it may in its absolute discretion deem

necessary, proper, or desirable and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

5. Ratification of Remuneration of cost auditor:

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 148 and all other applicable provisions of the Companies Act, 2013, Companies (Cost Records and Audit) Rules 2014 and the Companies (Audit and Auditors) Rules, 2014 (including statutory modifications or re-enactment thereof, for the time being in force), on the recommendation of the Audit Committee and Board of Directors of the Company, the members be and is hereby ratifies the remuneration of ₹ 45,000/- plus applicable taxes and out of pocket expenses to **M/s. V. M. Patel & Associates**, Cost Accountants (Firm Registration No.: 101519), the Cost Auditor appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year 2024-25.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorized to do all such acts, deeds, things and matters as it may in its absolute discretion deem necessary, proper, or desirable and further to do all such acts, deeds and things and to execute all documents and writings as may be necessary, proper, desirable or expedient to give effect to this resolution."

For and on behalf of
KP Green Engineering Limited
(Formerly known as K P Buildcon Private Limited)

Saurabh Sharma
Company Secretary & Compliance Officer

Place: Surat
Date: August 31, 2024

Registered Office:

'KP House', Near KP Circle, Opp. Ishwar
Farm Junction BRTS, Canal Road, Bhatar,
Surat 395017, Gujarat, India
Tel.: +91 261 2234757
Fax: +91 261 2234757
Email: info@kpgroup.co
Website: www.kpgreenengineering.com

Notes

1. The Government of India, Ministry of Corporate Affairs has allowed conducting Annual General Meeting through Video Conferencing ('VC') or Other Audio-Visual Means ('OAVM') and dispensed the personal presence of the members at the meeting. Accordingly, the Ministry of Corporate Affairs issued Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020, Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 21/2021 dated December 14, 2021, Circular No. 02/2022 dated May 5, 2022, Circular No. 10/2022 dated December 28, 2022 and General Circular No. 9/2023 dated September 25, 2023 ('MCA Circulars') and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 and Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 Circular No. SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated January 5, 2023 and Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 07, 2023 issued by the Securities Exchange Board of India ("SEBI Circular") prescribing the procedures and manner of conducting the Annual General Meeting through VC/OVAM. In terms of the said circulars, the 23rd Annual General Meeting ('AGM') of the Members will be held through VC/OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only.
2. Information regarding appointment/re-appointment of Directors and Explanatory Statement in respect of special business to be transacted pursuant to Section 102 of the Companies Act, 2013 (the 'Act') and/or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') is annexed hereto.
3. In view of the 'Green Initiatives in Corporate Governance' introduced by MCA and in terms of the provisions of the Act, members who are holding shares of the Company in physical mode, are required to register their email addresses, so as to enable the Company to send all notices/reports/documents/intimations and other correspondences, etc., through emails in the electronic mode instead of receiving physical copies of the same. Members holding shares in dematerialized form, who have not registered their email addresses with Depository Participant(s), are requested to register/update their email addresses with their Depository Participant(s).
4. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote 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 thereat and cast their votes through e-voting.
5. 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 Act.
6. In accordance with the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India ("ICSI"), as revised with effect from April 01, 2024, read with Clarification/Guidance on applicability of Secretarial Standards 2 dated April 15, 2020 issued by the ICSI, the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
7. Pursuant to the provisions of Section 113 of the Act, Body Corporates/Institutional/Corporate members intending for their authorized representatives to attend the meeting are requested to send to the Company, on compliance@kpggroup.co from their registered Email ID a scanned copy (PDF/JPG format) of certified copy of the Board Resolution/Authority Letter authorizing their representative to attend and vote on their behalf at the meeting.
8. 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 to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
9. In line with the Ministry of Corporate Affairs Circulars, the Notice calling the AGM has been uploaded on the website of the Company at www.kpgreenengineering.com. The Notice can also be accessed from the websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. www.evotingindia.com.
10. The Register of members and share transfer books of the Company will remain closed from Thursday, September 19, 2024 to Thursday, September 26, 2024 (both days inclusive) for the purpose of AGM.
11. Members seeking any information with regard to accounts are requested to write to the Company atleast 7 days before the meeting so as to enable the management to keep the information ready.
12. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the R & T Agent of the Company. In case shares held in dematerialized form, the information regarding change of address and

bank particulars should be given to their respective Depository Participant.

13. Process and manner for Members opting for voting through Electronic means:
 - i. Pursuant to the provisions of Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI Listing Regulations (as amended), and the MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL), as the Authorised e-Voting agency for facilitating voting through electronic means, as the authorized e-Voting agency. The facility of casting votes by Members using remote e-voting as well as e-voting system on the date of the AGM will be provided by NSDL.
 - ii. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. Wednesday, September 18, 2024, shall be entitled to avail the facility of remote e-voting as well as e-voting system on the date of the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, shall treat this Notice as intimation only.
 - iii. A person who has acquired the shares and has become a Member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e. Wednesday, September 18, 2024 shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting system on the date of the AGM by following the procedure mentioned in this part.
 - iv. The remote e-voting will commence on Monday, September 23, 2024, at 9.00 a.m. and will end on Wednesday, September 25, 2024 at 5.00 p.m. During this period, the Members of the Company holding shares either in physical mode or in demat mode as on the Cut-off date i.e. Wednesday, September 18, 2024, may cast their vote electronically. The Members will not be able to cast their vote electronically beyond the date and time mentioned above and the remote e-voting module shall be disabled for voting by CDSL thereafter.
 - v. Once the vote on a resolution is casted by the Member, he/she shall not be allowed to change it subsequently or cast the vote again.
 - vi. The voting rights of the Members shall be in proportion to their share in the paid-up equity share capital of the Company as on the Cut-off date i.e. Wednesday, September 18, 2024.

- vii. The Company has appointed M/s. Chirag Shah and Associates, Practising Company Secretaries, to act as the Scrutinizer for remote e-voting as well as the e-voting on the date of the AGM, in a fair and transparent manner.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The voting period begins on September 23, 2024 at 9.00 a.m. and ends on September 25, 2024 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of September 18, 2024 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated December 9, 2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1: Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 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.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<ol style="list-style-type: none"> 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 to Easi/Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab. 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. 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. 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.
Individual Shareholders holding securities in demat mode with NSDL Depository	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp. 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
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 22 55 33
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 022 - 48867000/022 - 24997000.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

For Physical shareholders and other than individual shareholders holding shares in Demat.	
PAN	Enter your 10-digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company, please enter the member id/folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the Company – KP Green Engineering Limited on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) There is also an optional provision to upload BR/ POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **Additional Facility for Non-Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; compliance@kpgroup.co, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

- (i) The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
- (ii) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
- (iii) Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- (iv) Shareholders are encouraged to join the Meeting through Laptops/IPads for better experience.
- (v) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- (vi) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

- (vii) Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least seven (7) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at compliance@kpgroup.co. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance seven (7) days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at compliance@kpgroup.co. These queries will be replied to by the company suitably by email.
- (viii) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- (ix) Only those shareholders, who are 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 available during the AGM.
- (x) If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. **For Physical shareholders:** please provide necessary details like 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 **Company/RTA email id**.
2. **For Demat shareholders:** please update your email id & mobile no. with your respective **Depository Participant (DP)**.
3. **For Individual Demat shareholders: Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

Contact Details:

Company	KP Green Engineering Limited (Formerly known as K P Buildcon Private Limited) Regd. Office: 'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS, Canal Road, Bhatar, Surat 395017, Gujarat, India CIN: L40100GJ2001PLC039763 Email ID: compliance@kpgroup.co
Registrar and Transfer Agent	Bigshare Services Private Limited Registered Office: Pinnacle Business Park, Office no S6-2 ,6 th floor, Mahakali Caves Road, Next to Ahura Centre, Andheri East, Mumbai 400093, Maharashtra Tel. No.: 022 62638200, Fax No.: 022 62638299 Email: info@bigshareonline.com Website: www.bigshareonline.com
e-Voting Agency	Central Depository Services (India) Limited E-mail ID: helpdesk.evoting@cdslindia.com Phone: 1800 22 55 33
Scrutinizer	M/s. Chirag Shah & Associate Practicing Company Secretaries, 1213-1214, Ganesh Glory, Nr. Jagatpur Crossing, Besides Ganesh Genesis, Off. S.G. Highway, Ahmedabad - 382481

Annexure to Notice

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND/OR REGULATION 36(3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Item No. 3

The Company's Non-Executive Directors are leading professionals with high level of expertise and rich experience in functional areas such as business strategy, finance, corporate governance, etc. They have been shaping and steering the long-term strategy and make valuable contributions for the overall growth of the Company. Further, pursuant to the changing regulatory landscape over the last few years, the Non-Executive Directors have assumed a central role in maintaining high level of corporate governance in the Company. These changes have enhanced the corporate governance requirements, particularly Board Governance and Management, requiring greater time commitments, attention and higher level of oversight by the Non-Executive Directors.

The Nomination and Remuneration Committee and Board of Directors, recommended the proposal for payment remuneration payable to Non-Executive Director(s) including Independent Director(s) of the Company, by way of commission or otherwise, a sum not exceeding 1% of the net profits of the Company per annum, calculated in accordance with the provisions of Section 198 of the Act, for a period of three years from the financial year commencing from April 1, 2024.

The payment of commission would be in addition to the sitting fees and other expenses being paid to them for attending the meetings of the Board and its committees, if any.

The Board of Directors will determine each year the specific amount to be paid as commission to the Non-Executive Director(s) including Independent Director, which shall not exceed 1% of the net profits of the Company for that year, as computed in the manner referred to in Section 198 of the Act.

Further, pursuant to Section 197 of the Act and Schedule V, in the event of absence or inadequacy of profits (as calculated under Section 198 the Act) in any financial year, the Company can pay a managerial remuneration to its Directors including any Managing Director or Whole-time Director or Manager or any other Non-Executive Director, including Independent Director, a sum not exceeding the limits prescribed under said Schedule V subject to the following conditions:

- a. Payment of such minimum remuneration is approved by way of a resolution passed by the Nomination and Remuneration Committee and by the Board of Directors;

- b. The company has not committed any default in payment of dues to any bank or public financial institution or non-convertible debenture holders or any other secured creditor, and in case of default, the prior approval of the bank or public financial institution concerned or the non-convertible debenture holders or other secured creditor, as the case may be, shall be obtained by the company before obtaining the approval in the general meeting;
- c. For payment of remuneration that is within the Schedule V limits, shareholders' approval is required by way of an ordinary resolution; and
- d. Such an ordinary resolution shall be valid for a period not exceeding 3 years.

Accordingly, the Board of Directors have proposed to seek approval for payment of minimum remuneration (within the limits as specified under Schedule V of the Act) to Non-Executive and Independent Directors for a period of 3 years from the financial year commencing from April 1, 2024 in the event of absence or inadequacy of profits, in any of the three financial years.

Accordingly, the approval of the members is being sought for Payment of remuneration in the form of commission or otherwise (within the limits as specified under Schedule V of the Act) to Non-Executive and Independent Directors subject to a ceiling limit of 1% of net profits calculated as per Section 198 of the Act or minimum remuneration as per Schedule V of the Act in the event of absence or inadequacy of profits for a period of 3 years from the financial year commencing from April 1, 2024 as per proposed resolution at Item no. 3 of this Notice.

STATEMENT OF INFORMATION FOR THE MEMBERS PURSUANT TO SCHEDULE V OF THE COMPANIES ACT, 2013:

I. General Information:

1. **Nature of Industry:** KP Green Engineering Limited ('KPGE') is the flagship company of all the existing Companies of the group. It has well established business of FRT, OFC and also having state of the art manufacturing facility of Fabrication, Hot Dip Galvanizing along with Isolator division. KPGE is also ISO certified company engaged in Fabrication & Galvanizing of all types of Structures of Transmission Line Towers, Windmill Towers, Telecom Towers, Pipe Structures, Substation & Switch Yard Structures, Solar Panel Mounting Structures, Solar Pump Structures, Metal Beam Crash Barrier, G.I. Lighting Pole & Fencing, Cable Trays, GI Earthing Strips & Flats, Gratings.

2. Date of commencement of commercial production: The Company carries on manufacturing, Fabrication and Hot Dip Galvanizing business since its incorporation.

3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus: Not Applicable

4. Financial performance based on given indicators:

Standalone Financial Results:

(₹ in Lacs except EPS)

Particulars	2023-24	2022-23
Turnover	34,904.86	11,420.89
Profit (Loss) before Tax	4,766.74	1,634.16
Profit (Loss) after Tax	3,539.06	1,211.81
Earning per share (Basic) (in ₹)	9.70	3.38

Consolidated Financial Results:

(₹ in Lacs except EPS)

Particulars	2023-24	2022-23
Turnover	34,904.86	11,420.89
Profit (Loss) before Tax	4,766.73	1,633.96
Profit (Loss) after Tax	3,539.05	1,211.66
Earning per share (Basic) (in ₹)	9.70	3.38

5. Foreign investments or collaborations, if any: As on March 31, 2024, the Shareholding of Foreign Portfolio Investors and Non-Residents, in the Company is detailed as under:

Particulars	No. of Shares	%
Foreign Portfolio Investors Category I	38,04,000	7.61
Foreign Companies	2,00,000	0.40
Non-Resident Indians (NRIs)	1,82,500	0.37

The Company has not entered into any material foreign collaboration.

II. Information about the Directors:

1. Background details: The background details and profile of all Non-Executive Director(s) including all Independent Director(s) are stated in "BOD PROFILES" which forms the part of this annual report.

2. Past Remuneration: Nil

(₹ in Lakhs)

Sr. No	Name of Director	FY 2023-24
1	Faruk G. Patel	28.66
2	Hassan Faruk Patel	0.83
3	Amitkumar Khandelwal	Nil
4	Ekta Aagam Sanghavi	Nil
5	Surinder Kumar Negi	Nil
6	Indu Gupta Rao	Nil
7	Tejpalsingh Jagatsingh Bisht	Nil

3. Recognition or awards: Nil

4. Job profile and his suitability: The Company's Non-Executive Directors are leading professionals with high level of expertise and rich experience in functional areas such as business strategy, financial governance, corporate governance, amongst others. The Company's Non-Executive Directors have been shaping and steering the long-term strategy and make invaluable contributions towards the Company's business strategy, monitoring of risk management and compliances. Detailed profile of the Directors is given in point 1 above. The elaborated experience of the Directors in various sectors helps in enriching the Board discussions and deliberations and taking decisions that are beneficial for the growth of the Company.

5. Remuneration proposed: Remuneration in form of commission not exceeding 1% of net profit calculated as per Section 198 of the Act in case of profit or calculated as per Schedule V of the Act in the event of absence or inadequacy of profits for a period of 3 years from the financial year commencing from April 1, 2024 to be paid to the Non-Executive Directors including Independent Directors.

6. Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin): Taking into consideration the size of the Company, the profile of the directors, his/her responsibilities and contribution and the industry benchmarks, the remuneration proposed to be paid is commensurate with the remuneration paid to similar senior level counterparts in other Companies in the industry.

Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel or other director, if any: Except for transactions mentioned in the financial statement of the Company, there is no other pecuniary relationship of all Non-Executive Directors with the Company or with the managerial personnel of the Company. Mr. Hassan Faruk Patel being son of Dr. Faruk G. Patel, Promoters of the Company are related to each other.

III. Other Information:

1. Reasons of loss or inadequate profits: The Company does not envisage any loss or inadequate profits during the tenure of appointment of the Non-Executive Directors as mentioned above. However, in the event of absence or inadequacy of profits in any financial year, the remuneration payable to Non-Executive Directors shall be within the maximum permissible limits specified under Section II of Part II of Schedule V of the Companies Act, 2013.

2. Steps taken or proposed to be taken for improvement: The Company has taken various steps

on a regular basis to scale up the operations of the Company. The company has chalked out ambitious growth plans to scale up operations and profitability. Further, the management has adopted focused business strategies in all spheres of business activities to improve the sales and profitability of the Company.

3. Expected increase in productivity and profits in measurable terms: The Company is conscious about improvement in productivity and continually undertakes measures to improve its productivity and profitability. The Management is confident of achieving sustained revenue growth in the future.

IV. Disclosures:

The following disclosures shall be mentioned in the Director's Report under the heading "Corporate Governance" attached to the financial statement: Since the Company is listed on BSE SME, the Company is exempt from applicability of certain regulations pertaining to 'Corporate Governance' under Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has not defaulted in payment of dues to any bank or public financial institution or any other secured creditor.

The Board of Directors and Nomination and Remuneration Committee recommends the resolution set out at Item No. 3 of the Notice for approval of the members of the Company.

All Non-executive Director(s) of the Company may be deemed to be concerned or interested in this resolution to the extent of their shareholding interest, if any, in the Company and the remuneration including commission that may be paid/payable to them from time to time or their relatives are in any way, concerned or interested, financially or otherwise in the proposed resolution as set out in Item No. 3 of this Notice. None of the Key Managerial Personnel or their relatives are in any way, concerned or interested, financially or otherwise in the proposed Resolution as set out in Item No. 3 of this Notice.

Item No. 4

Mr. Muinulhaque Iqbalhusen Kadva has been associated with the Company for over 10 years, bringing a wealth of experience to his role. He is responsible for overseeing factory operations and managing various projects, ensuring that all orders are completed successfully. His extensive knowledge spans galvanizing, fabrication, telecom infrastructure, and renewable sector support structures, and he currently heads the Manufacturing Department.

Considering his long and remarkable association with the Company and rich experience in various fields, Mr. Muinulhaque Iqbalhusen Kadva appointed as Whole Time Director of the Company in its Extraordinary General Meeting held on December 9, 2023, in terms of Section 197, 198, Schedule V and any other applicable provisions of the

Companies Act, 2013 and at the terms and conditions as set out below:

REMUNERATION, PERQUISITES, ALLOWANCES & OTHER BENEFITS:

- **Basic Salary:** Not exceeding Rs. 10,00,000/- (Rupees Ten Lakhs only) per month as may be decided by the Board of Directors from time to time.
- **Perquisites:** He shall be entitled to perquisites, allowances, benefits, facilities and amenities (collectively called Perquisites) such as medical reimbursement, leave travel assistance, House Rent Allowance, City Compensatory Allowance and any other perquisites as per the policy of the Company in force and/or as may be approved by the Board from time to time.
- **In addition to the above, he shall be entitled to the allowance and benefits as per the policy of the Company in force and/or as may be approved by the Board from time to time, such as:**
 - i. Company maintained car with driver.
 - ii. Company's contribution to Provident Fund.
 - iii. Payment of gratuity and other retirement benefits.
 - iv. Encashment of leave.
 - v. Personal Accident, Mediciam and Life Insurance under Employer – Employee scheme.

Notwithstanding anything to the contrary herein contained, where in any financial year, the company has no profits or its profits are inadequate, the company will pay Mr. Muinulhaque Iqbalhusen Kadva, Whole Time Director of the company, the remuneration by way of salary, perquisites, Allowances and other benefits

4. Financial performance based on given indicators:

Standalone Financial Results:

Particulars	₹ in Lacs except EPS)	
	2023-24	2022-23
Turnover	34,904.86	11,420.89
Profit (Loss) before Tax	4,766.74	1,634.16
Profit (Loss) after Tax	3,539.06	1,211.81
Earning per share (Basic) (in ₹)	9.70	3.38

Consolidated Financial Results:

Particulars	₹ in Lacs except EPS)	
	2023-24	2022-23
Turnover	34,904.86	11,420.89
Profit (Loss) before Tax	4,766.73	1,633.96
Profit (Loss) after Tax	3,539.05	1,211.66
Earning per share (Basic) (in ₹)	9.70	3.38

as specified above shall be within the maximum permissible limits specified under Section II of Part II of Schedule V of the Companies Act, 2013. The Whole Time Director shall also be entitled to reimbursement of expenses actually incurred by him for the business of the company. He shall not be paid any sitting fees for attending meetings of the Board or Committee thereof. Mr. Muinulhaque Iqbalhusen Kadva, Whole Time Director shall be liable to retire by rotation and fulfils the conditions mentioned in Part I and Para B of Section II of Part II of Schedule V to the Act. Relevant information and disclosures prescribed in Schedule V to the Act are given below:

I. General Information:

- 1. Nature of Industry:** KP Green Engineering Limited ('KPGE') is the flagship company of all the existing Companies of the group. It has well established business of FRT, OFC and also having state of the art manufacturing facility of Fabrication, Hot Dip Galvanizing along with Isolator division. KPGE is also ISO certified company engaged in Fabrication & Galvanizing of all types of Structures of Transmission Line Towers, Windmill Towers, Telecom Towers, Pipe Structures, Substation & Switch Yard Structures, Solar Panel Mounting Structures, Solar Pump Structures, Metal Beam Crash Barrier, G.I. Lighting Pole & Fencing, Cable Trays, GI Earthing Strips & Flats, Gratings.
- 2. Date of commencement of commercial production:** The Company has been carrying on manufacturing, Fabrication and Hot Dip Galvanizing business since its incorporation.
- 3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:** Not Applicable

5. Foreign investments or collaborations, if any: As on March 31, 2024, the Shareholding of Foreign Portfolio Investors and Non-Residents, in the Company is detailed as under:

Particulars	No. of Shares	%
Foreign Portfolio Investors Category I	38,04,000	7.61
Foreign Companies	2,00,000	0.40
Non-Resident Indians (NRIs)	1,82,500	0.37

The Company has not entered into any material foreign collaboration.

II. Information about the Appointee:

1. Background details:

Mr. Muinulhaque Iqbalhusen Kadva aged 33 years has a rich of experience and has been associated with the Company for more than 10 years. While in his role, he oversees the operations of the factory and manages the projects undertaken by the company, ensuring the successful completion of all received orders. With extensive expertise in galvanizing, fabrication, telecom infrastructure, and the production of supporting structures for the renewable sector, he currently oversees and manages the Manufacturing Department of the company.

2. Past Remuneration:

- **Basic Salary:** Not exceeding Rs. 5,00,000/- (Rupees Five Lakhs only) per month as may be decided by the Board of Directors from time to time.
- **Perquisites:** He shall be entitled to perquisites, allowances, benefits, facilities and amenities (collectively called Perquisites) such as medical reimbursement, leave travel assistance, House Rent Allowance, City Compensatory Allowance, Laundry Allowance and any other perquisites as per the policy of the Company in force or as may be approved by the Board from time to time.
- **In addition to the above, he shall be entitled to the allowance and benefits as per the policy of the Company in force and/or as may be approved by the Board from time to time, such as:**
 - i. Company maintained car with driver.
 - ii. Company's contribution to Provident Fund
 - iii. Payment of gratuity and other retirement benefits
 - iv. Encashment of leave
 - v. Personal Accident, Mediclaim and Life Insurance under Employer – Employee scheme

3. Recognition or awards: The Company has received various awards and recognition during his tenure with the Company.

4. Job profile and his suitability: Mr. Muinulhaque Iqbalhusen Kadva devotes his full time and attention to the business of the Company, subject to superintendence, control and directions of the Board. Mr. Muinulhaque Iqbalhusen Kadva has rich experience

in various fields and has been associated with the Company for more than 10 years which is compatible with the organizational requirements. It is felt that the Company would benefit under his leadership and guidance.

5. Remuneration proposed: As mentioned in the explanatory statement of the proposed resolution.

6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person: Keeping in view the profile and the position of Whole Time Director and rich knowledge and experience of the appointee, the remuneration is fully justifiable and comparable to that prevailing in the industry.

7. Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel or other director, if any.

The remuneration and perquisites paid to him as Whole-Time Director as stated above and his respective shareholding held directly or indirectly in the Company. Further, he is part of the promoter group of the Company.

III. Other Information:

1. Reasons of loss or inadequate profits: The Company does not envisage any loss or inadequate profits, however, in the event of absence or inadequacy of profits in any financial year, the remuneration payable to Whole Time Director shall be within the maximum permissible limits specified under Section II of Part II of Schedule V of the Companies Act, 2013.

2. Steps taken or proposed to be taken for improvement: The Company has taken various steps on a regular basis to scale up the operations of the Company. Company has chalked out ambitious growth plans to scale up operations and profitability. Further, the management has adopted focused business strategies in all spheres of business activities to improve the sales and profitability of the Company.

3. Expected increase in productivity and profits in measurable terms: The Company is conscious about improvement in productivity and continually undertakes measures to improve its productivity and

profitability. The Management is confident of achieving sustained revenue growth in the future.

IV. Disclosures:

The following disclosures shall be mentioned in the Director's Report under the heading "Corporate Governance" attached to the financial statement: Since the Company is listed on BSE SME, the Company is exempt from applicability of certain regulations pertaining to 'Corporate Governance' under Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board of Directors and Nomination and Remuneration Committee recommends the resolution set out at Item No. 4 of the Notice for approval of the members of the Company.

Except Mr. Muinulhaque Iqbalhusen Kadva, Whole-time Director and their relatives to the extent of their shareholding interest, if any, none of the other Directors or key managerial personnel or their relatives, in anyway, concerned or interested in the resolution, as set out in the Item No. 4 of this Notice.

Registered Office:

'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS, Canal Road, Bhatar, Surat 395017, Gujarat, India
Tel.: +91 261 2234757
Fax: +91 261 2234757
Email: info@kpgroup.co
Website: www.kpgreenengineering.com

Item No. 5

The Board, on the recommendation of the Audit Committee, has approved the appointment of **M/s. V.M. Patel & Associates**, Cost Accountants (FRN: 101519) as the Cost Auditors of the Company to conduct the audit of the cost records of the Company for the financial year 2024-25, at a fee of Rs. 45,000 (Forty-Five Thousand Only) plus applicable Taxes and out of pocket expenses, as remuneration for cost audit services for the Financial Year 2024-25.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration proposed to be paid to the Cost Auditor is required to be ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out in the Notice for ratification of the remuneration payable to the Cost Auditors.

The Board of Directors and Audit Committee recommends the resolution set out at Item No. 5 of the Notice for approval of the members of the Company.

None of the other Directors or key managerial personnel or their relatives, in anyway, concerned or interested in the resolution, as set out in the Item No. 5 of this Notice.

For and on behalf of
KP Green Engineering Limited
(Formerly known as K P Buildcon Private Limited)

Saurabh Sharma
Company Secretary & Compliance Officer

Place: Surat
Date: August 31, 2024

Annexure to Notice

Details of Directors seeking Appointment/Re-appointment

Pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2 issued by the Institute of Company Secretaries of India

Name of Director	Mr. Amitkumar Subhashchandra Khandelwal
Director Identification Number (DIN)	09287996
Date of Birth (Age)	May 22, 1981 (43 years)
Designation	Non-Executive Non-Independent Director
Date of first appointment on the Board	December 6, 2023
Terms and Conditions of appointment/re-appointment	Re-appointment in terms of Section 152(6) of the Companies Act, 2013
Qualification	<ul style="list-style-type: none"> Bachelor of Engineering degree in Production from Sardar Vallabhbhai National Institute of Technology, Surat Post Graduate Diploma in Finance Management from The Maharaja Sayajirao University, Vadodara
Brief Profile and nature of expertise in specific functional areas	Mr. Amitkumar Subhashchandra Khandelwal is a seasoned professional with a wealth of knowledge and experience. He holds a Bachelor of Engineering degree in Production from Sardar Vallabhbhai National Institute of Technology, Surat, and a Post Graduate Diploma in Finance Management from The Maharaja Sayajirao University, Vadodara. Additionally, he has completed a course on lead Auditing for Quality Management Systems. With a career spanning over two decades, Mr. Khandelwal has demonstrated his expertise in diverse sectors, including Telecom, Automotive, Pharmaceutical, Manufacturing, Solar, and Transmission industries.
Name of the companies in which he/she holds directorship (other than KP Green Engineering Limited)	<ol style="list-style-type: none"> KPI Green Energy Limited (Listed Company) K.P. Energy Limited (Listed Company)
Name of committees in which he/she holds membership/ chairmanship (other than KP Green Engineering Limited)	None
Name of listed entities from which the person has resigned in the past three years	None
Details of remuneration (including Setting fee, if any) last drawn	Nil
No. of meetings of the Board attended during the year	10
Details of remuneration sought to be paid	Sitting fees and commission as approved by the Board of Directors/shareholders in accordance with applicable provisions of law.
Inter se relationship with other Directors, Manager, and other Key Managerial Personnel of the Company	None
Shareholding in the Company: No. of shares held as on March 31, 2024:	
(a) Own	Nil
(b) For other persons on a beneficial basis	Nil

Director's Report

Dear Shareholders,

The Board of Directors are pleased to present the 23rd Annual Report along with Audited Financial Statements of the Company for the financial year ended March 31, 2024 (FY 2023-24).

Financial Performance:

The Audited Financial Statements of the Company as on March 31, 2024, are prepared in accordance with the relevant applicable Indian Generally Accepted Accounting Principles (IGAAP) and Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and the provisions of the Companies Act, 2013 ('Act').

The summarised financial highlight is depicted below:

(in ₹ lakhs)

Particulars	Standalone		Consolidated	
	2023-24	2022-23	2023-24	2022-23
Revenue from operations	34,904.86	11,420.89	34,904.86	11,420.89
Other Income	292.20	57.62	292.20	57.62
Total Income	35,197.05	11,478.50	35,197.05	11,478.50
Expenditure	29,780.23	9,337.87	29,780.22	9,338.06
Profit Earnings before interest, tax, depreciation and amortization (EBITDA)	5,416.83	2,140.63	5,416.83	2,140.43
Finance Cost	448.34	346.41	448.35	346.42
Depreciation	183.07	151.32	183.07	151.32
Extraordinary items/Prior Period Items	18.67	8.75	18.67	8.75
Profit Before Taxation	4,766.74	1,634.16	4,766.73	1,633.96
Tax expenses	1,227.68	422.35	1,227.68	422.30
Profit for the period	3,539.06	1,211.81	3,539.05	1,211.66

1. Previous period/year figures have been re-grouped/re-classified wherever required.

2. There has been no change in nature of business of the Company.

Performance Highlights:

Consolidated:

Total revenue of the Company for the financial year 2023-24 stood at ₹35,197.05 lakhs as against ₹11,478.50 lakhs for the financial year 2022-23, showing an **increase of 207%**.

EBITDA for the financial year 2023-24 stood at ₹5,416.83 lakhs as against ₹2,140.43 lakhs for the financial year 2022-23, showing an **increase of 155%**.

Profit after tax for the financial year 2023-24 stood at ₹3,539.05 lakhs as against ₹1,211.66 lakhs for the financial year 2022-23 showing an **increase of 192%**.

Standalone:

Total revenue of the Company for the financial year 2023-24 stood at ₹35,197.05 lakhs as against ₹11,478.50 lakhs for the financial year 2022-23, showing an **increase of 207%**.

EBITDA for the financial year 2023-24 stood at ₹5,416.83 lakhs as against ₹2,140.62 lakhs for the financial year 2022-23, showing an **increase of 153%**.

Profit after tax for the financial year 2023-24 stood at ₹3,539.06 lakhs as against ₹1,211.81 lakhs for the financial year 2022-23 showing an **increase of 192%**.

Listing of equity shares:

Equity shares of the Company were listed on the Bombay Stock Exchange (BSE Limited) on SME Platform on March 22, 2024. The trading symbol of the Company is 'KPGEL'. Listing fees and the custodian charges to depositories, for the FY 2023-24 have been paid to BSE, NSDL and CDSL respectively.

Dividend and Reserves:

During the year under review, the Board of Directors of the Company **have not declared/recommended** any dividend. The Company has transferred the whole amount of profit/loss to Reserve & Surplus Account for the financial year ending on March 31, 2023.

Authorized and Paid-up Share Capital:

• Change in Authorised Share Capital:

During the year under review, pursuant to the shareholders' approval received in the Extraordinary General Meeting dated July 12, 2023, the Company has increased the authorised share capital of the Company from ₹2,50,00,000/- (Rupees Two Crores Fifty Lakhs only) divided into 25,00,000 (Twenty Five Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each to ₹20,00,00,000/- (Rupees Twenty Crores only) divided into 2,00,00,000 (Two Crores) Equity Shares of ₹10/- (Rupees Ten only) each by creation of additional 1,75,00,000 (One Crores Seventy Five Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each ranking pari passu with the existing Equity Shares.

During the year under review, pursuant to the shareholders' approval received in the Extra-ordinary General Meeting dated August 25, 2023, the Company has increased the authorised share capital of the Company from ₹20,00,00,000/- (Rupees Twenty Crores only) divided into 2,00,00,000 (Two Crores) Equity Shares of ₹10/- (Rupees Ten only) each to ₹25,00,00,000/- (Rupees Twenty Five Crores only) divided into 2,50,00,000 (Two Crores Fifty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each by creation of additional 50,00,000 (Fifty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each ranking pari passu with the existing Equity Shares.

During the year under review, pursuant to the shareholders' approval received in the Extra-ordinary General Meeting dated October 17, 2023, the authorised share capital of the Company was sub-divided from ₹25,00,00,000/- (Rupees Twenty-Five Crores only) divided into 2,50,00,000 (Two Crores Fifty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each to ₹25,00,00,000/- (Rupees Twenty-Five Crores only) divided into 5,00,00,000 (Five Crore only) equity shares of ₹5/- (Rupees Five only) each due to sub-division of Equity Shares of the Company.

• Issue of Bonus equity shares:

During the year under review, in order to encourage the shareholders' continued support, the Board has allotted 1,68,00,000 equity shares having face value of ₹10/- each as bonus equity shares, in the ratio of Fifteen (15) equity share having face value of ₹10/- each for every One (1) existing equity share having face value of ₹10/- each in the meeting of August 1, 2023. The issue of Bonus Shares has been approved by the shareholders of the Company in the Extra-ordinary General Meeting dated July 31, 2023.

• Sub-Division of Equity Shares of the Company:

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on October 17, 2023, the Issued, Subscribed and Paid-up Share Capital of the Company was changed from ₹17,92,00,000/- (Seventeen Crores

Ninety-Two Lakhs Only) divided into 1,79,20,000 (One Crore Seventy-Nine Lakhs Twenty Thousand) Equity Shares of ₹10/- (Rupees Ten only) each to ₹17,92,00,000/- (Seventeen Crores Ninety Two Lakhs Only) divided into 3,58,40,000 (Three Crores Fifty-Eight Lakhs Forty Thousand) Equity Shares of ₹5/- (Rupees Five only) each due to sub-division of Equity Shares of the Company.

• Issuance of the equity shares by way of preferential issue on private placement basis:

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 4, 2023, the company allotted 92,592 (Ninety-Two Thousand Five Hundred Ninety-Two) equity shares (Tranche 1) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 10, 2023.

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 15, 2023, the company allotted 1,81,000 (One Lakhs Eighty One Thousand) equity shares (Tranche 2) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 20, 2023.

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 18, 2023, the company allotted 80,000 (Eighty Thousand) equity shares (Tranche 3) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 23, 2023.

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 23, 2023, the company allotted 1,07,405 (One Lakh Seven Thousand Four Hundred and Five) equity shares (Tranche 4) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees

Five only) in the Meeting of Board of Directors of the Company held on December 6, 2023.

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on December 9, 2023, the company allotted 5,39,003 (Five Lakhs Thirty Nine Thousand and Three) equity shares (Tranche 5) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on December 27, 2023.

• **Public Issue - Initial Public Offer (“IPO”):**

During the year under review, pursuant to the shareholders' approval granted at the Extra-Ordinary

General Meeting on January 17, 2024, the Company successfully completed its Initial Public Offering (IPO) by issuing 1,31,60,000 (One Crore Thirty One Lakh Sixty Thousand) equity shares at a price of ₹144 (Rupees One Hundred and Forty Four only) each, which includes a premium of ₹139 (Rupees One Hundred and Thirty Nine only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on March 20, 2024, by way of listing its securities on SME platform of Bombay Stock Exchange ('BSE') on March 22, 2024. The Directors placed on record their appreciation of contributions made by the entire IPO team with all the dedication, diligence and commitment which led to successful listing of the Company's equity shares on the BSE SME platform. Further, the success of the IPO reflects the trust and faith reposed in the Company by the Investors, customers and business partners and the Directors thank them for their confidence in the Company.

Pursuant to the provisions of Regulation 32(7A) of the Listing Regulations, the Company had fully utilized the net proceeds of IPO as on March 31, 2024, in objects mentioned below:

		(in ₹ lakhs)	
Sr. No.	Object for which funds have been utilized	Funds Allocated	Funds Utilized
1	Part Finance the capital expenditure towards setting up of a new manufacturing unit to expand its current production capabilities as well as expanding our current product portfolio	15,614.47	1,484.90
2	General corporate purposes	1,815.08	1,815.08
3	Issue Expenses	1,520.85	1,520.85
Net Issue Proceeds		18,950.40	4,820.83

The Authorised Share Capital of the company as on March 31, 2024 is ₹25,00,00,000/- (Rupees Twenty-Five Crores only) divided into 5,00,00,000 (Five Crore only) equity shares of ₹5/- (Rupees Five only) each.

The paid-up Share Capital of the company as on March 31, 2024 is ₹25,00,00,000/- (Rupees Twenty-Five Crores only) divided into 5,00,00,000 (Five Crore only) equity shares of ₹5/- (Rupees Five only) each.

Amount of Unpaid/Unclaimed dividend transfer to unpaid dividend account of the Company:

During the financial year 2023-24, the Company has not paid any dividend to their members; hence the company has not transferred any amount to unpaid/unclaimed dividend to a special account opened by the company called the Unpaid/Unclaimed Dividend Account.

Deposits:

There were no outstanding deposits within the meaning of Section 73 and 74 of the Act read with rules made thereunder at the end of FY24 or the previous financial years. The Company did not accept any deposit during the year under review.

Credit Rating:

During the year under review, the Company **has not obtained** any credit rating from any Credit Rating Agencies.

Employee Stock Option Plan:

During the year under review, the shareholders of the Company at the Extra-Ordinary General Meeting ('EGM') held on November 18, 2023, had approved the introduction and implementation of the 'KP Green Engineering Limited - Employee Stock Option Plan 2023' (hereinafter referred to as 'KP Green Engineering-ESOP 2023'/'the Plan') and extension and grant of Employee Stock Option ('ESOPs')

to such persons who are an employees of the Company or of a group company, as designated by the Company, who is exclusive working in India or outside India, including a director, whether whole time director or not, including a non-executive director who is not a promoter or member of the promoter group but excluding an independent directors and directors holding directly or indirectly more than 10% of the outstanding Equity Shares of the Company and selected by the Board in its sole and absolute discretion in one or more tranches up to 10,00,000 (Ten Lakhs) ('ESOP Pool') ESOPs. The plan seeks to drive long-term performance, retain key talent and to provide an opportunity for the employees to participate in the growth of the Company.

The Company views the plan as a long-term incentive tool that would assist in aligning employees' interest with that of the shareholders and enable the employees not only to become co-owners, but also to create wealth out of such ownership in future. The Plan has been formulated in accordance with the provisions of the Act and SEBI (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 ('SBEB Regulations'). The Nomination and Remuneration Committee ('NRC') administers the Plan and functions as the Compensation Committee for the purposes of SBEB Regulations.

ESOPs will be granted to eligible employees as determined by the NRC. These options will vest according to the plan and can be exercised under the terms and conditions specified in the plan, in accordance with applicable laws and regulations. The statutory disclosures as mandated under the Act and SBEB Regulation and a certificate from Secretarial Auditor, confirming implementation of the Scheme in accordance with SBEB Regulations and Shareholders resolutions have been hosted on the website of the Company at www.kpgreenengineering.com and same will be available for electronic inspection by the shareholders during the AGM of the Company.

During the year under review, no ESOPs were granted by the Company to eligible employees.

Material changes and commitments affecting the financial position of the Company:

In terms of Section 134(3)(l) of the Companies Act, 2013, except as disclosed elsewhere in this Report, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and date of this Report.

Directors and Key Managerial Personnel:

• Board of Directors:

As on March 31, 2024, the Company's Board had Eight members comprising of one Executive Directors, three Non-Executive Directors and Non-Independent Directors and four Independent Directors. During the year, following changes took place in the Directorships and Key Managerial Personnel:

Appointment of Directors:

Mr. Amitkumar Subhashchandra Khandelwal (DIN: 09287996) was appointed as Additional Director (Non-Executive Non-Independent) of the Company w.e.f. December 6, 2023. His appointment as Director (Non-Executive Non-Independent) was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mr. Surinder Kumar Negi (DIN: 00533049) was appointed as Additional Director (Non-Executive Independent) of the Company w.e.f. December 6, 2023. His appointment as Director (Non-Executive Independent) was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mrs. Ekta Aagam Sanghavi (DIN: 05199567) was appointed as Additional Director (Non-Executive Independent) of the Company w.e.f. December 6, 2023. Her appointment as Director (Non-Executive Independent) was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mr. Muinulhaque Iqbalhusen Kadva (DIN: 07661317) was appointed as Additional Director (Executive Non-Independent) of the Company w.e.f. December 6, 2023. His appointment as Executive Director was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mr. Tejpal Singh Jagatsingh Bisht (DIN: 02170301) was appointed as Additional Director (Non-Executive Independent) of the Company w.e.f. December 7, 2023. His appointment as Director (Non-Executive Independent) was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mr. Hassan Faruk Patel (DIN: 09739235) was appointed as Additional Director (Executive Non-Independent) of the Company w.e.f. December 7, 2023. His appointment as Executive Director was approved by the shareholders in the Extra-Ordinary General Meeting held on December 9, 2023.

Mrs. Indu Gupta Rao (DIN: 10427689) was appointed as Additional Director (Non-Executive Independent) of the Company w.e.f. December 27, 2023. Her appointment as Director (Non-Executive Independent) was approved by the shareholders in the Extra-Ordinary General Meeting held on January 4, 2024.

Cessation:

Mrs. Rashida Gulam Patel (DIN: 01676460) ceased to be Director of the Company with effect from December 7, 2023. The Board places on record its sincere appreciation of the contribution during his tenure on the Board of the Company.

Mrs. Vahidabanu Faruk Patel (DIN: 02940059) ceased to be Director of the Company with effect from December 7, 2023. The Board places on record its sincere appreciation of the contribution during his tenure on the Board of the Company.

Mr. Muhammedibarahim Gulamabbas Mujawar (DIN: 06672189) ceased to be Director of the Company with effect from December 7, 2023. The Board places on record its sincere appreciation of the contribution during his tenure on the Board of the Company.

Change in Designation:

Designation of Dr. Faruk G. Patel (DIN: 00414045) was changed from Executive Director to Chairman & Non-Executive (Non-Independent) Director of the Company at the meeting of Board of Directors on December 7, 2023.

Designation of Mr. Hassan Faruk Patel (DIN: 09739235) was changed from Executive Director to Non-Executive (Non-Independent) Director of the Company at the meeting of Board of Directors on December 9, 2023.

Appointment of Key Managerial Personnel (KMP):

Mr. Pravinkumar Singh was appointed as Chief Finance Officer ('CFO') of the Company w.e.f. December 6, 2023.

Mr. Saurabh Sharma was appointed as Company Secretary of the Company w.e.f. December 7, 2023. Mr. Saurabh Sharma was also designated as Company Secretary and Compliance Officer of the Company in the meeting of Board of Directors held on January 3, 2024.

Re-appointment of Director(s) retiring by rotation:

In accordance with the provisions of Section 152 of the Act, read with the rules made thereunder, Mr. Amitkumar Subhashchandra Khandelwal (DIN: 09287996) is liable to retire by rotation at the ensuing AGM and being eligible, offers himself for reappointment.

The Board recommends the re-appointment of Mr. Amitkumar Subhashchandra Khandelwal as

Director for your approval. Brief details as required under Secretarial Standard-2 and Regulation 36 of SEBI Listing Regulations, are provided in the Notice of AGM.

Key Managerial Personnel:

The following are the Key Managerial Personnel of the Company pursuant to Section 2(51) and 203 of the Companies Act, 2013 as on March 31, 2024:

1. Mr. Muinulhaque Iqbalhusen Kadva, Whole-Time Director;
2. Mr. Pravinkumar Singh, Chief Financial Officer;
3. Mr. Saurabh Sharma, Company Secretary & Compliance Officer.

Declaration from Independent Directors:

The Company has received declarations from all the Independent Directors of your Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Act and Regulation 16(1) (b) of the SEBI Listing Regulations and there has been no change in the circumstances which may affect their status as an Independent Director. The Independent Directors have also given declaration of compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014, with respect to their name appearing in the data bank of Independent Directors maintained by the Indian Institute of Corporate Affairs. The Independent Directors have also confirmed that they have complied with the Company's code of conduct.

Meetings of Board of Directors:

During the year under review, the Board met 29 (Twenty Nine) times i.e. on May 8, 2023, June 5, 2023, June 19, 2023, June 23, 2023, July 10, 2023, July 14, 2023, July 20, 2023, July 28, 2023, August 1, 2023, August 25, 2023, September 21, 2023, October 21, 2023, November 1, 2023, November 10, 2023, November 13, 2023, November 16, 2023, November 20, 2023, November 23, 2023, December 6, 2023, December 7, 2023, December 9, 2023, December 27, 2023, January 3, 2024, January 16, 2024, January 22, 2024, February 23, 2024, March 7, 2024, March 14, 2024 and March 20, 2024. The necessary quorum was present for all the meetings. The maximum interval between any two meetings did not exceed 120 days.

The details of attendance of the Board members at the Board Meetings during FY 2023-24 and at the last Annual General Meeting held on September 28, 2023, are as under:

Sr. No.	Name of Director(s)	No. of Meetings		Attendance at last AGM
		Held during the tenure	Attended	
1	Dr. Faruk G. Patel	29	26	Yes
2	Mrs. Rashida Gulam Patel ¹	19	19	Yes
3	Mrs. Vahidabanu Faruk Patel ¹	19	19	Yes
4	Mr. Muhammedibarahim Gulamabbas Mujawar ¹	19	19	Yes
5	Mr. Muinulhaque Iqbalhusen Kadva ²	10	10	NA
6	Mr. Hassan Faruk Patel ³	9	9	NA
7	Mr. Amitkumar Subhashchandra Khandelwal ²	10	10	NA
8	Mr. Surinder Kumar Negi ²	10	7	NA
9	Mrs. Ekta Aagam Sanghavi ²	10	8	NA
10	Mrs. Indu Gupta Rao ⁴	7	6	NA
11	Mr. Tejpalsingh Jagatsingh Bisht ³	9	7	NA

¹Ceased w.e.f. December 7, 2023

²Appointed w.e.f. December 6, 2023

³Appointed w.e.f. December 7, 2023

⁴Appointed w.e.f. December 27, 2023

Committees of the Board of Directors:

During the year under review, the Board in its meeting held on January 3, 2024, constituted various statutory committees to ensure good corporate governance practices and to handle specific activities & ensure the timely resolution of various issues. The Board supervises the execution of its responsibilities by the Committees and is responsible for their action. The minutes of all Committee meetings are presented to the Board for review. As on March 31, 2024, the composition of Committees mentioned below:

a) Audit Committee:

The Board constituted the Audit Committee on January 3, 2024. Subsequently, during the financial year 2023-24, 3 (three) meetings of the Audit Committee were held on January 16, 2024, January 22, 2024, and March 20, 2024. The intervening gap between the two meetings did not exceed 120 days. The Composition of the Audit Committee and details of attendance of the members during FY 2023-24, are given below:

Name & Designation of Members	Category	No. of Meetings	
		Held During the tenure	Attended
Mrs. Ekta Aagam Sanghavi (Chairperson)	Non-Executive Independent Director	3	3
Mrs. Indu Gupta Rao (Member)	Non-Executive Independent Director	3	3
Mr. Muinulhaque Iqbalhusen Kadva (Member)	Promoter, Executive Director, Whole-Time Director	3	3

All members of the Audit Committee have accounting and financial management knowledge and expertise/exposure. The Company Secretary acts as the Secretary to the Committee. The minutes of each Audit Committee meeting are placed in the next meeting of the Board.

b) Nomination and Remuneration Committee:

The Board constituted the Nomination and Remuneration Committee ('NRC') on January 3, 2024. Subsequently, during the financial year 2023-24, One meeting of the NRC was held on March 20, 2024. The Composition of the NRC and details of attendance of the members during FY 2023-24, are given below:

Name & Designation of Members	Category	No. of Meetings	
		Held During the tenure	Attended
Mrs. Ekta Aagam Sanghavi (Chairperson)	Non-Executive Independent Director	1	1
Mr. Tejpal Singh Jagatsingh Bisht (Member)	Non-Executive Independent Director	1	1
Dr. Faruk G. Patel (Member)	Promoter, Chairman, Non-Executive Director	1	1

The Company Secretary acts as the Secretary to the NRC. The minutes of each NRC meeting are placed in the next meeting of the Board.

c) Stakeholders' Relationship Committee:

The Board constituted the Stakeholders' Relationship Committee ('SRC') on January 3, 2024. Subsequently, during the financial year 2023-24, One meeting of the SRC was held on March 20, 2024. The Composition of the SRC and details of attendance of the members during FY 2023-24, are given below:

Name & Designation of Members	Category	No. of Meetings	
		Held During the tenure	Attended
Mr. Amitkumar Subhashchandra Khandelwal (Chairman)	Non-Executive, Non-Independent Director	1	1
Mr. Tejpal Singh Jagatsingh Bisht (Member)	Non-Executive Independent Director	1	1
Mr. Surinder Kumar Negi (Member)	Non-Executive Independent Director	1	1

The Company Secretary acts as the Secretary to the Committee. The minutes of each SRC meeting are placed in the next meeting of the Board.

d) Corporate Social Responsibility Committee:

The Board re-constituted the Corporate Social Responsibility Committee ('CSR') on January 3, 2024. Subsequently, during the financial year 2023-24, One meeting of the CSR was held on March 20, 2024. The Composition of the CSR and details of attendance of the members during FY 2023-24, are given below:

Name & Designation of Members	Category	No. of Meetings	
		Held During the tenure	Attended
Mr. Muinulhaque Iqbalhusen Kadva (Member)	Promoter, Executive Director, Whole-Time Director	1	1
Mr. Hassan Faruk Patel (Member)	Promoter, Non-Executive, Non-Independent Director	1	1
Mrs. Indu Gupta Rao (Member)	Non-Executive Independent Director	1	1

The Company Secretary acts as the Secretary to the Committee. The minutes of each CSR meeting are placed in the next meeting of the Board.

Independent Directors' Meeting:

The Independent Directors met on March 20, 2024, without the attendance of Non-Independent Directors and members of the management. The Independent Directors reviewed the performance of Non-Independent Directors, the Committees and the Board as a whole along with the performance of the Chairman of your Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Board evaluation:

The Board carried out an annual performance evaluation of its own performance and that of its Committees and Individual Directors as per the formal mechanism adopted by the Board. The performance evaluation of all the Directors was carried out by the Nomination and Remuneration Committee of the Company. The performance evaluation of the Chairman, the Non-Independent Directors and the Board as a whole was carried out by the Independent Directors of the Company. The performance evaluation was carried out through a structured evaluation process covering various aspects of the Board functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, contribution at the meetings and otherwise, independent judgment, governance issues etc.

Subsidiaries, Joint Ventures and Associate companies:

As on March 31, 2024, the company has M/s KPZon Energia Private Limited, as Subsidiary Company, except this the Company does not have any other Subsidiaries, Associates and Joint Ventures.

The performance, financial position and the details required under section 129 of the Companies Act, 2013, for the subsidiary for the financial year ended March 31, 2024, in **Form AOC-1**, is attached as **Annexure-C**, which forms part of this report.

Auditors and Auditor's Report:

- **Statutory Auditors:**

Pursuant to the provisions of Section 139 and any other applicable provisions and the Rules framed thereunder, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the members has approved the appointment of **M/s. K A Sanghavi & Co. LLP**, Chartered Accountants, bearing Firm Registration No. **0120846W/W100289**, as the Statutory Auditors of the company to hold office from the conclusion of 20th Annual General Meeting till the conclusion of 25th Annual General Meeting of the Company to be held in the year 2026 on such remuneration as may be determined by the Board of Directors of the Company. Pursuant to Sections 139 and 141 of the Act read with the Companies (Audit

and Auditors) Rules 2014, the auditors have furnished a certificate of their eligibility and consent as the Auditors of the Company.

- **Statutory Auditors' observations in Audit Report:**

The Audit Report submitted by statutory auditors for the financial year ended March 31, 2024 does not contain any qualifications, reservations, adverse remarks or disclaimers.

- **Secretarial Auditor:**

Pursuant to the provisions of Section 204 of the Act, read with the rules made thereunder, as amended from time to time, the Board has appointed **M/s. Chirag Shah & Associates**, Practicing Company Secretary, to undertake the Secretarial Audit of the Company for the financial year 2023-24. As per the requirements of SEBI Listing Regulations. The Secretarial Audit Report of the Company in '**Form MR-3**' for the year under review is provided as **Annexure-A** of this report.

- **Secretarial Auditors' observations in Secretarial Audit Report:**

The Secretarial audit Report submitted for the financial year ended March 31, 2024 does not contain any qualifications, reservations, adverse remarks or disclaimers.

- **Cost Auditor:**

Pursuant to Section 148 of the Companies Act, 2013, read with the rules made thereunder, as amended from time to time, the Company is required to maintain the cost accounts and records of the Company, accordingly, the Board has appointed **M/s. V.M. Patel & Associates**, Cost Accountants to prepare and to audit the cost records of the Company for the financial year 2023-24. The remuneration payable to the Cost Auditor is subject to ratification by the shareholders at the Annual General Meeting. Accordingly, the necessary Resolution for ratification of the remuneration payable to cost auditor for the financial year 2024-25, has been included in the Notice which forms part of this Annual report.

- **Reporting of frauds by Auditor:**

During the year under review, the Statutory Auditor, Secretarial Auditor and Cost Auditor of the Company has not reported any instances of frauds committed in the Company by its Officers or Employees, to the Audit Committee, as required under Section 143(12) of the Companies Act, 2013.

Corporate Social Responsibility (CSR):

The Company had always been following its core philosophy of serving society. As per the Criteria of Section 135 of Companies act, 2013, the board is required to constitute a CSR Committee of members, who will manage the CSR activities as specified in Schedule VII to the Companies Act, 2013 to be undertaken by the company. The Board has also

adopted the CSR Policy, which is available on the website of the Company at <https://kpgreenengineering.com/policies-disclosures>. The Annual Report on CSR activities is annexed as **Annexure-B** to this report.

The Company has spent more than 2% of the average net profits of the Company, during the three years immediately preceding financial year. The Chief Financial Officer of the Company has certified that CSR spends of your Company for FY24 have been utilized for the purpose and in the manner approved by the Board of the Company.

Management Discussion and Analysis:

The Management Discussion and Analysis Report for the year under review, as stipulated under the SEBI Listing Regulations, is presented in a section forming part of this Annual Report.

Corporate Governance:

Since the Company is listed on BSE SME, the Company is exempt from applicability of certain regulations pertaining to 'Corporate Governance' under Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Internal financial control systems and their adequacy:

The Company has put in place adequate, strong and effective internal control systems with best processes commensurate with its size and scale of operations which ensures that all the assets are safeguarded and protected and that the transactions are authorized recorded and reported correctly. The internal audit covers a wide variety of operational matters and ensures compliance with specific standard with regards to availability and suitability of policies and procedures. During the year no reportable material weakness in the design or operation were observed.

Vigil mechanism/Whistle Blower Policy:

The Company has adopted a Whistle Blower Policy and has established the necessary vigil mechanism for Directors and employees in confirmation with Section 177 of the Act and Regulation 22 of SEBI Listing Regulations, to facilitate reporting of the genuine concerns about unethical or improper activity, without fear of retaliation. The vigil mechanism of the Company provides for adequate safeguards against victimization of Directors and employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee in exceptional cases. The said policy is uploaded on the website of the Company <https://kpgreenengineering.com/policies-disclosures>.

During the year under review, the Company has not receive any complaint under the whistle blower policy.

Annual Return:

Pursuant to Section 134(3)(a) of the Act, the draft annual return as on March 31, 2024, prepared in accordance with

Section 92(3) of the Act is made available on the website of the Company and can be assessed using the link: <https://kpgreenengineering.com/financials>.

Particulars of loans, guarantees or investments:

The provisions of Section 186 of the Act, with respect to a loan, guarantee, investment or security are not applicable to your Company, as your Company is engaged in providing infrastructural facilities which is exempted under Section 186 of the Act. The particulars of loans, guarantee and investments made during the year under review, are given in the notes forming part of the financial statements.

Related Party Transactions:

During the year under review, all transactions entered into with related parties were approved by the Audit Committee of Directors. Certain transactions, which were repetitive in nature, were approved through omnibus route. As per the Listing Regulations, any related party transaction exceeding ₹1,000 crore or 10% of the annual consolidated turnover, as per the last audited financial statement whichever is lower, is considered as material and requires Members approval. Accordingly, the Company sought and obtained necessary Members approval for the year under review. All transactions with related parties entered into during the year under review were at arm's length basis and in the ordinary course of business and in accordance with the provisions of the Act and the rules made thereunder, the SEBI Listing Regulations and your Company's Policy on Related Party Transactions. Therefore, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Act in **Form AOC-2 is not applicable** for FY24 and hence does not form part of this report. The Company did not enter into any related party transactions during the year under review, which could be prejudicial to the interest of minority shareholders.

Conservation of energy, technology absorption and foreign exchange earnings and outgo:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Act read with rule 8 of The Companies (Accounts) Rules, 2014, as amended is provided as **Annexure-D** of this Report.

Particulars of employees and remuneration:

The information required under Section 197 of the Act, read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, relating to percentage increase in remuneration, ratio of remuneration of each Director and Key Managerial Personnel (KMP) to the median of employees' remuneration are provided in **Annexure-E** of this report. The statement containing particulars of employees, as required under Section 197 of the Act, read with the rules made thereunder, as amended from time to time, are not applicable to the Company as none of the employees has received remuneration above the limits specified

in the rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 during the financial year 2023-24.

Board policies:

The details of various policies approved and adopted by the Board as required under the Act and SEBI Listing Regulations are available on the website of the Company at <https://kpgreenengineering.com/policies-disclosures>.

Policy on Directors' appointment and Remuneration:

Pursuant to Section 178(3) of the Act, the Company has framed a Policy on Nomination, Remuneration and Evaluation of Directors' appointment and other matters which is available on the website of the Company at <https://kpgreenengineering.com/policies-disclosures>.

Health, Safety & Environment Policy:

The Company has recognized, health management, occupational safety and environment protection (HSE) as one of the most important elements in the organization's sustainable growth and has closely linked it to its cultural values. Company continually strives to create a safe working environment by being responsive, caring and committed to the various needs governing the security and well-being of employees. The HSE policy has been reviewed by the company and is also available on the Company's website <https://kpgreenengineering.com/policies-disclosures>.

Code for Prevention of Insider Trading:

The Company has adopted a Code of Conduct ("Code") to regulate, monitor and report trading in Company's shares by Company's designated persons and their immediate relatives as per the requirements under the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. The Code, inter alia, lays down the procedures to be followed by designated persons while trading/dealing in Company's shares and sharing Unpublished Price Sensitive Information ("UPSI"). The Code covers Company's obligation to maintain a digital database, mechanism for prevention of insider trading and handling of UPSI, and the process to familiarize with the sensitivity of UPSI. Further, it also includes code for practices and procedures for fair disclosure of unpublished price sensitive information which has been made available on the Company's website <https://kpgreenengineering.com/policies-disclosures>.

Prevention of sexual harassment at Workplace:

As per the requirement of the provisions of the sexual harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013 read with rules made thereunder, your Company has laid down a Prevention of Sexual Harassment (POSH) Policy and has constituted Internal Complaints Committees (ICs) to consider and resolve the complaints related to sexual harassment. The Company has zero tolerance on sexual harassment at the workplace. The ICs also work extensively on creating awareness on

relevance of sexual harassment issues. All new employees go through a detailed personal orientation on anti-sexual harassment policy adopted by your Company. During the year under review, the Company has not received any complaint pertaining to sexual harassment.

Risk Management:

The Company has a structured Risk Management Framework, designed to identify, assess and mitigate risks appropriately. The Board has formed a Risk Management Committee (RMC) to frame, implement and monitor the risk management plan for the Company. The RMC is responsible for reviewing the risk management plan and ensuring its effectiveness. The Audit Committee has additional oversight in the area of financial risks and controls. The major risks identified by the businesses are systematically addressed through mitigation actions on a continual basis.

Directors' Responsibility Statement:

Pursuant to Section 134(5) of the Act, the Board, to the best of their knowledge and based on the information and explanations received from the Company, confirm that:

- I. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- II. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- III. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- IV. they have prepared the annual accounts on a going concern basis;
- V. they have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- VI. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Secretarial Standards:

The Directors have devised proper systems and processes for complying with the requirements of applicable provisions of Secretarial Standard-1 and Secretarial Standard-2 Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems were adequate and operating effectively.

General disclosures:

The Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions/events of these nature during the year under review:

- Issue of equity shares with differential rights as to dividend, voting or otherwise.
- Significant or material orders passed by the Regulators or Courts or Tribunals which impact the going concern status and the Company's operation in future.
- Voting rights which are not directly exercised by the employees in respect of shares for the subscription/purchase of which loan was given by the Company (as there is no scheme pursuant to which such persons can beneficially hold shares as envisaged under Section 67(3)(c) of the Companies Act, 2013).
- Application made or any proceeding is pending under the Insolvency and Bankruptcy Code, 2016.
- One-time settlement of loan obtained from the Banks or Financial Institutions.

- Revision of financial statements and Directors' Report of the Company.
- None of the Directors of the Company has been debarred or disqualified from being appointed or continuing as a Director by SEBI/Ministry of Corporate Affairs/Statutory Authorities.
- Neither the Managing Director nor the Whole-time Directors of the Company, receives any commission from any of its subsidiaries.

Acknowledgement:

The Directors wish to express their gratitude to the bankers, financial institutions, government and regulatory authorities, customers, suppliers, business partners, shareholders, and all other stakeholders who have supported the Company, directly or indirectly, throughout the year.

The Directors also extend their sincere appreciation to all employees of the KP Family, at every level, for their dedicated efforts and ongoing contributions, which have been instrumental in fostering the Company's success and growth.

For and on behalf of the Board of Directors
KP Green Engineering Limited
(Formerly Known as K P Buildcon Private Limited)

Place: Surat

Date: August 31, 2024

Dr. Faruk G. Patel
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole Time Director
DIN: 07661317

Annexure-A

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
 The Members,
KP GREEN ENGINEERING LIMITED
 'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS,
 Canal Road, Bhatar, Surat 395017, Gujarat, India.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **KP GREEN ENGINEERING LIMITED (CIN: L40100GJ2001PLC039763)** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit by using appropriate Information technology tools like virtual data sharing by way of data room and remote desktop access tools, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on **March 31, 2024**, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made herein after. The physical inspection or Verification of documents and records were taken to the extent possible.

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

- (i) The Companies Act, 2013 ('the Act') and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made 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;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d. Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - e. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021: **Not Applicable to the Company during the audit period;**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021: **Not Applicable to the Company during the audit period;**
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: **Not Applicable to the Company during the audit period;**
 - i. SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015;
- (vi) Further being an all Renewable & Infrastructural requirements provider, there are no specific applicable laws to the Company, which requires approvals or compliances under any Act or Regulations.

We have also examined compliance with the applicable clauses of the following:

- a. Secretarial Standards issued by the Institute of Company Secretaries of India;
- b. The Listing Agreements entered into by the Company with Stock Exchange(s).

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

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

Adequate notice is given to all directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. In Certain cases, the shorter notice was given for meetings and the consent of all directors were taken for the same.

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

We 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.

We further report that, during the audit period and up to the date of this report, following are the actions/events undertaken by the Company which may have a major bearing on the Company's affairs in pursuance of the above referred laws, rules, guidelines, standards etc.

1. The Board has allotted 1,68,00,000 equity shares having face value of ₹10/- each as bonus equity shares, in the ratio of Fifteen (15) equity share having face value of ₹10/- each for every One (1) existing equity share having face value of ₹10/- each in the meeting of August 01, 2023.
2. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on October 17, 2023, the Issued, Subscribed and Paid-up Share Capital of the Company was changed from ₹17,92,00,000/- (Seventeen Crores Ninety-Two Lakhs Only) divided into

1,79,20,000 (One Crores Seventy-Nine Lakhs Twenty Thousand) Equity Shares of ₹10/- (Rupees Ten only) each to ₹17,92,00,000/- (Seventeen Crores Ninety Two Lakhs Only) divided into 3,58,40,000 (Three Crores Fifty Eight Lakhs Forty Thousand) Equity Shares of ₹5/- (Rupees Five only) each due to sub-division of Equity Shares of the Company.

3. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 4, 2023, the company allotted 92,592 (Ninety Two Thousand Five Hundred Ninety Two) equity shares (Tranche 1) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 10, 2023.
4. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 15, 2023, the company allotted 1,81,000 (One Lakh Eighty One Thousand) equity shares (Tranche 2) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 20, 2023.
5. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 18, 2023, the company allotted 80,000 (Eighty Thousand) equity shares (Tranche 3) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on November 23, 2023.
6. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on November 23, 2023, the company allotted 1,07,405 (One Lakh Seven Thousand Four Hundred and Five) equity shares (Tranche 4) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on December 06, 2023.

7. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on December 9, 2023, the company allotted 5,39,003 (Five Lakh Thirty Nine Thousand and Three) equity shares (Tranche 5) through a preferential issue on a private placement basis. The shares were issued at a price of ₹108 (Rupees One Hundred and Eight only) each, which includes a premium of ₹103 (Rupees One Hundred and Three only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on December 27, 2023.
8. Pursuant to the shareholders' approval granted at the Extra-Ordinary General Meeting on January 17, 2024, the Company successfully completed its Initial Public Offering (IPO) by issuing 1,31,60,000 (One Crore Thirty One lakh Sixty Thousand) equity shares at a price of ₹144 (Rupees One Hundred and Forty Four only) each, which includes a premium of ₹139 (Rupees One Hundred and Thirty Nine only) per equity share with a face value of ₹5/- (Rupees Five only) in the Meeting of Board of Directors of the Company held on March 20, 2024, by way of listing its securities on SME platform of Bombay Stock Exchange ('BSE') on March 22, 2024.

Raimeen Maradiya
Partner

Chirag Shah and Associates

FCS No.: 11283

C P No.: 17554

UDIN: F011283F001080846

Peer Review Cert. No.: 704/2020

Place: Ahmedabad
Date: August 31, 2024

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
KP Green Engineering Limited
'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS,
Canal Road, Bhatar, Surat 395017, Gujarat, India.

Our Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. We believe that audit evidence and information obtain from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer

5. 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.

Raimeen Maradiya
Partner

Chirag Shah and Associates

FCS No.: 11283

C P No.: 17554

UDIN: FO11283FO01080846

Peer Review Cert. No.: 704/2020

Place: Ahmedabad
Date: August 31, 2024

Annexure-B

Annual Report on Corporate Social Responsibilities Activities (CSR)

For Financial Year 2023-24

1. Brief outline on CSR Policy of the Company:

The Company has always prioritized social and environmental responsibility, consistently engaging in socially responsible activities. We believe that for a company to succeed, it must uphold the highest standards of corporate behavior towards its employees, customers, and the communities it serves.

We define Corporate Social Responsibility (CSR) as the way a company balances its economic, social, and environmental objectives while meeting stakeholder expectations and enhancing shareholder value. To foster a sense of responsibility and contribution among corporate employees, the Company has established a CSR policy aimed at benefiting various groups, including children, women, the uneducated, and the unemployed. Consequently, the Company executes its CSR activities and projects both directly and through its implementation agency, KP Human Development Foundation.

2. Composition of the CSR Committee:

Sr. No.	Name of Director	Designation/Nature of Directorship	No. of meetings of CSR Committee held during the year	No. of meetings of CSR Committee attended during the year
1	Mr. Muinulhaque Iqbalhusen Kadva	Chairperson	1	1
2	Mr. Hassan Faruk Patel	Member	1	1
3	Dr. Indu Gupta Rao	Member	1	1

3. Web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company:

The Details are available at : <https://kpgreenengineering.com/policies-disclosures>

4. Executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable:

Not Applicable during the year under review.

5.

(a) Average net profit of the Company as per Section 135(5): ₹835.70 lakhs

(b) Two percent of average net profit of the company as per section 135(5): ₹16.71 lakhs

(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: NIL

(d) Amount required to be set off for the financial year, if any: NIL

(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: ₹16.71 lakhs

6.

(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): ₹38 lakhs

(b) Amount spent in Administrative overheads: NIL

(c) Amount spent on Impact Assessment, if applicable: Not Applicable

(d) Total amount spent for the Financial Year [(a)+(b)+(c)]: ₹38 lakhs

(e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (₹ In lakhs)	Amount Unspent (₹ In lakhs)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of Transfer
38.00			Not Applicable		

(f) Excess amount for set-off, if any:

Sr. No.	Particulars	Amount (₹ In lakhs)
(i)	Two percentage of average net profit of the company as per Section 135(5)	16.71
(ii)	Total amount spent for the financial year	38.00
(iii)	Excess amount spent for the financial year [(ii)-(i)]	21.29
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	21.29

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

1	2	3	4	5	6		7	8
Sr. No.	Preceding Financial Year(s)	Amount transferred to unspent CSR Account under Section 135(6) (In ₹)	Balance Amount in unspent CSR Account under Section 135(6) (In ₹)	Amount Spent in the Financial Year (In ₹)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to Section 135(5), if any		Amount remaining to be spent in succeeding Financial Years (In ₹)	Deficiency, if any
					Amount (In ₹)	Date of Transfer		

Not Applicable

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No

If Yes, enter the number of Capital assets created/acquired: Not Applicable

Details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sr. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/Authority/beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address

Not Applicable

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135: Not applicable

For and on behalf of the Board of Directors
KP Green Engineering Limited
 (Formerly Known as K P Buildcon Private Limited)

Place: Surat
 Date: August 31, 2024

Dr. Faruk G. Patel
 Chairman & Director
 DIN: 00414045

Muinulhaque Iqbalhusen Kadva
 Chairperson CSR Committee
 DIN: 07661317

Annexure-C

Form AOC-1

Statement Pursuant to first proviso to sub-section (3) of Section 129 of the Companies Act, 2013, read with rule 5 of Companies (Accounts) Rules, 2014 relating subsidiary Company

Part A: Subsidiaries

(in ₹ Thousands)

Sr. No.	Particulars	Details
1	Name of the subsidiary Company	KPzon Energia Private Limited
2	Date of becoming subsidiary	April 4, 2022
3	End date of Reporting Period of subsidiary	March 31, 2024
4	Reporting currency	INR
5	Share capital (₹)	100.00
6	Reserves & Surplus	(28.57)
7	Total assets (₹)	85.46
8	Total Liabilities (₹) (all liability)	14.03
9	Investments	-
10	Turnover (Revenue from operation)	0.00
11	Profit before taxation	(0.65)
12	Provision for taxation	-
13	Profit after taxation	(0.65)
14	Proposed Dividend	-
15	% of shareholding	75%*

*As on March 31, 2023 KP Green Engineering Limited (Formerly Known as K P Buildcon Private Limited) holds 75% shares directly.

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations: NIL

2. Names of subsidiaries which have been liquidated or sold during the year: NIL

Part B: Associates and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Sr. No.	Name of Associates/Joint Ventures	Particulars
1.	Latest audited Balance Sheet Date	NIL
2.	Date on which the Associate or Joint Venture was associated or acquired	NIL

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures (Contd.)

Sr. No.	Name of Associates/Joint Ventures	Particulars
3.	Shares of Associate or Joint Ventures held by the company on the year end	NIL
	No.	NIL
	Amount of Investment in Associates or Joint Venture	NIL
	Extend of Holding (in percentage)	NIL
4.	Description of how there is significant influence	NIL
5.	Reason why the associate/joint venture is not Consolidated	NIL
6.	Net worth attributable to Shareholding as per latest audited Balance Sheet	NIL
7.	Profit or Loss for the year	NIL
	(i) Considered in Consolidation	NIL
	(ii) Not Considered in Consolidation	NIL

1. Names of associates or joint ventures which are yet to commence operations: NIL

2. Names of associates or joint ventures which have been liquidated or sold during the year: NIL

For and on behalf of the Board of Directors
KP Green Engineering Limited
(Formerly Known as K P Buildcon Private Limited)

Place: Surat
Date: August 31, 2024

Dr. Faruk G. Patel
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole Time Director
DIN: 07661317

Annexure-D

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and outgo

Information as required under Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of the Companies (Accounts) Rules, 2014 are set out as under:

A. Conservation of Energy:

I) Steps taken or impact on conservation of energy:

The Company has prioritized energy conservation, consistently striving to enhance energy performance each year. We are dedicated to reducing energy consumption across all operations and activities. By regularly monitoring energy-related parameters, maintaining plant and machinery, installing automated systems, and ensuring vigilant supervision, we have successfully lowered our energy usage. Additionally, we take prompt action to replace any defective or inefficient equipment as needed.

II) Steps taken by the company for utilizing alternate sources of energy:

- For better air circulation without electrical energy, turbo vents Installation done.
- For lighting the area by solar rays in place of electrical lighting appliances, used transparent roofing sheets in factory sheds.

III) Capital investment on energy conservation equipment:

During the current financial year, the Company has not incurred any major capital expenditure on energy conservation equipment except maintenance capex.

B. Technology Absorption:

I) Efforts made toward technology absorption:

- The Company is conducting in-house research to develop new and improved products while enhancing the quality of existing ones.
- To achieve better production and efficient resource utilization, the Company is utilizing advanced technology machines.

II) Benefits derived like product improvement, cost reduction, product development or import substitution:

- Improved product quality.
- Improvement in productivity and cost reduction.

III) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year):

No new technologies were imported during the last three years, however few machineries were imported during the said period.

IV) Expenditure incurred on Research and Development:

Not Applicable

C. Foreign Exchange Earnings and Outgo:

There was no foreign exchange earnings or outgo, during the financial year 2023-24.

For and on behalf of the Board of Directors
KP Green Engineering Limited
 (Formerly Known as K P Buildcon Private Limited)

Place: Surat
Date: August 31, 2024

Dr. Faruk G. Patel
 Chairman & Director
 DIN: 00414045

Muinulhaque Iqbalhusen Kadva
 Whole Time Director
 DIN: 07661317

Annexure-E

Information pursuant to Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2023-24 and such other details as prescribed is as given below:

Name of Directors	Ratio
Mr. Muinulhaque Iqbalhusen Kadva (Whole-Time Director)	10.84 : 1

- (ii) For this purpose, sitting fees paid to the directors has not been considered as remuneration. The percentage increase in remuneration of each director, Chief Financial Officer, Company Secretary or Manager, if any, in the financial year:

Name of Directors & KMP	Designation	% Increase
Mr. Muinulhaque Iqbalhusen Kadva	Whole-Time Director	56%
Mr. Pravin Singh	Chief Financial Officer	-
Mr. Saurabh Sharma	Company Secretary & Compliance Officer	-

- (iii) The Percentage increase in the median remuneration of employees in the financial year: 4.57%

- (iv) Number of permanent employees on the rolls of the Company as on March 31, 2024: 118

- (v) Average percentile increase already made in 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:

The average percentage increase already made in the salary of the employees other than managerial personnel in the financial year 2023-24 is 28.90% whereas Remuneration of managerial personnel is increased by 56%.

- (vi) The Company affirms remuneration is as per the Remuneration Policy of the Company.

For and on behalf of the Board of Directors
KP Green Engineering Limited
 (Formerly Known as K P Buildcon Private Limited)

Place: Surat
 Date: August 31, 2024

Dr. Faruk G. Patel
 Chairman & Managing Director
 DIN: 00414045

Muinulhaque Iqbalhusen Kadva
 Chairperson CSR Committee
 DIN: 07661317

Certificate of Non-Disqualification of Directors

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members of
KP Green Engineering Limited

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **KP Green Engineering Limited (Formerly known as K P Buildcon Private Limited)** having CIN: L40100GJ2001PLC039763 and having registered office at 'KP House', Near KP Circle, Opp. Ishwar Farm Junction BRTS, Canal Road, Bhatar, Surat 395017, Gujarat, India (hereinafter referred to as '**the Company**'), produced before us 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 our opinion and to the best of our 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 us, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India (SEBI), Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Directors	DIN	Date of appointment in Company
1	Dr. Farukbhai Gulambhai Patel	00414045	10/07/2001
2	Mr. Muinulhaque Iqbalhusen Kadva*	07661317	06/12/2023
3	Mr. Hassan Faruk Patel^	09739235	07/12/2023
4	Mr. Amitkumar Subhashchandra Khandelwal*	09287996	06/12/2023
5	Mrs. Ekta Aagam Sanghavi*	05199567	06/12/2023
6	Mr. Surinder Kumar Negi*	00533049	06/12/2023
7	Dr. Tejpalsingh Jagatsingh Bisht^	02170301	07/12/2023
8	Dr. Indu Gupta Rao#	10427689	27/12/2023

*appointed w.e.f. December 6, 2023

^appointed w.e.f. December 7, 2023

#appointed w.e.f. December 27, 2023

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.

Raimeen Maradiya
Company Secretary

Chirag Shah & Associates

Company Secretaries

FCS: 11283

C.P. No.: 17554

UDIN: FO11283FO01080879

Peer Review Cert. No.: 704/2020

Place: Ahmedabad

Date: August 31, 2024

Independent Auditors' Report

To the members of KP Green Engineering Limited
(formerly known as K P Buildcon Private Limited)

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **KP GREEN ENGINEERING LIMITED (formerly known as K P BUILDCON PRIVATE LIMITED)** ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2024, the Standalone Statement of Profit and Loss for the year then ended, Standalone Cash Flow Statement and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India, of the state of affairs

of the Company as at March 31, 2024 and profit for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements Section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' Section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Standalone Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Standalone Financial Statements.

Sr. No.	Key Audit Matters	How the matter was addressed in our audit
1.	<p>Evaluation of procedure for recognizing the revenue from operations</p> <p>The Company has adopted the procedure for recognizing the revenue from operations once the finished product has been manufactured as per the purchase order issued by the customers and the same is dispatched with transfer of all the rights, title and interest in the said finished product to the respective customer and the invoice to the said effect is raised.</p>	<p>We have obtained the audit evidences in form of the PO received by the Company from respective customers, E-invoice raised by the Company along with the E-way bill. We have obtained the GST data in the form of GST returns for outward supply filed by the Company on monthly basis and available on GSTIN portal. We have also obtained the information in respect of the Raw materials consumed in manufacturing the said product from the internal records maintained by the Company to ascertain the manufacturing of the finished product which is sold. Moreover, during the course of the audit we have obtained the external confirmation from various customers to cross verify the actual sales made by the Company to the respective customer and recognition of revenue has been made accordingly.</p>

Sr. No.	Key Audit Matters	How the matter was addressed in our audit
2.	Evaluation of Property, Plant & Equipment The Company has adopted the procedure to recognise the item under PPE by identifying the particular item to be capitalized and accordingly to cover the same under Property, plant and Equipment. The Company has adopted the procedure to identify all related costs incurred in respect of the said item to be covered under Property, Plant and Equipment along with the recording of the same in the fixed asset register maintained by the Company.	We have obtained and verified the relevant evidences for acquiring the goods to be classified under Property, Plant and Equipment along with the related purchase orders issued and contracts entered into by the Company with respective vendors for acquiring or constructing the Property, Plant and Equipment with its actual date of use for its intended purpose. We have obtained the records in respect of the recording and classifying the said item under respective block (group) of the Property, Plant and Equipment. We have obtained the information and relevant documents from the management regarding the determination and estimation of useful life of the said asset.

Other Information

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report, management discussion and analysis, Board's report including Annexures to Board's report but does not include the Standalone Financial Statements and our auditors' report thereon.

Our opinion on the Standalone 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 Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated/inconsistent.

If, based on the work we have performed, we conclude that there is material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Director's Responsibility for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the Accounting Standards specified under Section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes the maintenance

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

In preparing the Standalone Financial Statements, management and 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 Standalone 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 Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the Standalone Financial Statements made by management and the Board of Directors.
- Conclude on the appropriateness of management 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 auditors' report to the related disclosures in the Standalone 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 auditors' 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 Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone

Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in: (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in the "**Annexure A**", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as 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 relevant books of account;
- d. In our opinion, the aforesaid Standalone 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 March 31, 2024, taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act; and
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- (B) With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act:
- In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
- The remuneration paid to any director is not in excess of the limits laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.
- (C) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
1. The Company has disclosed the impact of pending litigations as at March 31, 2024 on its financial position in its Standalone Financial Statements - Refer Note No. 43 to the Standalone Financial Statements.
 2. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, if any.
 4.
 - a) The Management has represented that, to the best of its knowledge and belief, to the Standalone Financial Statements, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the

representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

5. During the year, the Company has not declared or paid any dividend in contravention of the provisions of Section 123 of the Companies Act, 2013.
6. Based on our examination, which included test checks, the Company has used accounting softwares 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 softwares. 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 **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Place: Surat
Date: April 19, 2024

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Annexure A referred to in paragraph 1 under the heading Report on other legal and regulatory requirements of our report of even date.

Re: KP Green Engineering Limited (formerly known as K P Buildcon Private Limited)

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

- I. a. (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.
- b. The Company has a regular programme of physical verification of its Property, Plant and equipment by which all Property, Plant and Equipment are physically verified by the management in the phased manner over the period of three years. In accordance with this programme, certain Property, Plant and Equipment were verified during the year and no material discrepancies were noticed on such verification. In our opinion, the periodicity of such physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c. Based on the examination of the registered sale deed/transfer deed/conveyance deed provided to us, we report that, the title deeds of all the immovable properties, (other than those that have been taken on lease) disclosed in the Standalone Financial Statements included in (property, plant equipment) are held in the name of the Company as at the balance sheet date.
- d. The Company has not revalued any of its Property, Plant and Equipment or intangible assets during the year ended on March 31, 2024. According to the information and explanations given to us, the Company does not have Right of Use Assets.
- e. There are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- II. a. The management has conducted physical verification of inventory except goods-in-transit at reasonable intervals during the year and the coverage and procedures of physical verification of inventory followed by the management are appropriate in relation to the size of the Company and the nature of its business. No discrepancies of 10% or more were noticed in the aggregate for each class of inventory during the year.
- b. As disclosed in Note No. 8 to the Standalone Financial Statements, the Company has been sanctioned working capital limits in excess of five crores rupees in aggregate from banks and financial institutions on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks/financial institutions in respect of gross value of primary securities, are in agreement with the books of accounts of the Company except for the quarter ended on December 31, 2023 and the details of which are as follows.

Moreover, on verification of relevant records during the course of our audit and as per the explanation given by the Company, the stock and book debt statement for the quarter ended on March 31, 2024 has not been submitted to the bank till the signing of this report and therefore we are unable to comment on it.

Particulars	Amount as per books (₹ in lakhs)	Amount as per Stock Statement submitted to bank (₹ in lakhs)	Difference (₹ in lakhs)*
Stock at on 31.12.2023	2,253.31	1,289.05	964.26
Book debts as on 31.12.2023	10,870.88	4,793.83	6,077.05

* The above difference is fully reconciled by the Company and the detailed reconciliation is given in Note No. 44d of Notes on account of the Standalone Financial Statements.

- III. a. During the year, the Company has provided loans and stood guarantee to the companies as follows. However the same has been repaid by the party. Hence, there is no outstanding value as on March 31, 2024.

Particulars	Guarantees	Security	Loans	Advances in the nature of Loans
Aggregate amount granted/provided during the period				
- Subsidiaries	NIL	NIL	NIL	NIL
- Joint Ventures	NIL	NIL	NIL	NIL
- Associates	NIL	NIL	NIL	NIL
- Others	NIL	NIL	NIL	1,586.74
Balance outstanding as at balance sheet date in respect of above cases				
- Subsidiaries	NIL	NIL	NIL	NIL
- Joint Ventures	NIL	NIL	NIL	NIL
- Associates	NIL	NIL	NIL	NIL
- Others	NIL	NIL	NIL	NIL

- b. During the year, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees to companies are not prejudicial to the Company's interest.
- c. The loans were given to Group Company which was received back during the year and thereafter the loans were taken from the same group Company. Therefore, at the end of the year, the net interest was payable. There was no stipulations as regards to repayment schedule of loan and hence it is not possible for us to comment in respect of the regularity of the loans and interest on the said loan.
- d. There was no stipulations as regards to repayment schedule of loans given to others and therefore, we are unable to comment on whether the loans are overdue or not.
- e. There were no loans or advances in the nature of loans granted to companies which had fallen due during the period since there were no stipulations in respect of the repayment schedule. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.
- f. The Company has granted loans or advances in nature of loans which are repayable on demand or without specifying any terms or period of repayment and the details are as follows:

Particulars	All parties	Promoters	Related parties
Aggregate amount of loans/advances in nature of loans where:			
- Loan is repayable on demand (A)	NIL	NIL	NIL
- Loan agreement does not specify any terms or period of repayment (B)	2,108.79	NIL	1,586.74
Percentage of loans/advances in the nature of loans to the total loans	100.00%	NIL	75.24%

- IV. There are no loans, investments, guarantees, and security in respect of which provisions of Section 185 and 186 of the Companies Act, 2013 is applicable and accordingly, the requirement to report on clause 3(iv) of the Order with respect to Section 185 and 186 of the Companies Act, 2013 is not applicable to the Company.
- V. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

- VI. The provisions of the Companies (Cost Records and Audit) Rules, 2014 as amended by the Companies (Cost Records and Audit) Amendment Rules, 2016 read with provisions of Section 148 sub-clause (1) of The Companies Act, 2013 for the maintenance of cost records are applicable to the Company hence the Company has maintained the cost records as prescribed under provisions of the Companies (Cost Records and Audit) Rules, 2014. We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the Rules made by the Central Government, the maintenance of cost records has been prescribed under Section 148(1) of the Companies Act, 2013. We are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or not.
- VII. a. The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, Income-tax, TDS, TCS, GST, customs duty, cess and other material statutory dues applicable to it. However, there are slight delays in depositing the dues in respect of TDS, TCS, Income tax, GST, and other statutory dues during the year. According to the information and explanations given to us and based on our audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- b. There are no dues of GST, PF, ESIC, TDS, TCS, Income Tax, Customs duty, Cess and other statutory dues which have not been deposited on account of any dispute.
- VIII. The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the income tax act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- IX. a. The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender;
- b. The Company has not been declared wilful defaulter by any bank or financial institution or government or any other lender;
- c. The Company has applied the money obtained by way of term loans during the year for the purposes for which they were obtained;
- d. On an overall examination of the Standalone Financial Statements of the Company, we report that, the Company has not utilised the money raised on short-term basis for long term purposes;
- e. During the period the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Accordingly, the requirement to report on clause 3(ix)(e) of the Order is not applicable to the Company;
- f. During the period the Company has not raised loans during the period on pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Accordingly, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
- X. During the year, the Company has raised funds through Initial Public Offerings ('IPO') also the Company has made preferential allotment of shares to raise funds and the Company has used the funds for the purposes for which the same has been raised.
- XI. a. No fraud/material fraud by the Company or on the Company has been noticed or reported during the year;
- b. During the year, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- c. There are no whistle-blowers complaints received by the Company during the year.
- XII. The Company is not a Nidhi Company as per the provisions of The Companies Act, 2013. Accordingly, the requirement to report on clause 3(xii) of the Order is not applicable to the Company.
- XIII. Transactions with the related parties are in compliance with Section 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the notes to the Standalone Financial Statements as required by the applicable accounting standards.
- XIV. a. The Company has an internal audit system commensurate with the size and nature of its business.
- b. The reports of the internal auditors for the period under audit were considered by us.

- XV. The Company has not entered into non-cash transactions with directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- XVI. a. The provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the order is not applicable to the Company.
- b. The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c. The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi)(d) of the order is not applicable to the Company;
- d. There is no core investment Company as a part of group, hence requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
- XVII. The Company has not incurred any cash losses in the current financial year and in the immediately preceding financial year.
- XVIII. During the year, there was no resignation of statutory auditor and hence the requirement to report on clause 3(xviii) of the Order is not applicable to the Company.
- XIX. On the basis of the financial ratios disclosed in note 43(j), ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- XX. a. In respect of other than on-going projects, there are no unspent amounts that are required to be transferred to a fund specified in Schedule VII of the Companies act (the act), in compliance with second proviso to sub-section 5 of Section 135 of the Act. This matter has been disclosed in note 50 to the Standalone Financial Statements.
- b. There are no unspent amounts in respect of on-going projects that are required to be transferred to a special account in compliance of provision of sub-section (6) of Section 135 of Companies Act.
- XXI. The requirement of clause 3(xxi) is not applicable in respect of Standalone Financial Statements.

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Place: Surat
Date: April 19, 2024

Annexure B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of KP Green Engineering Limited (formerly known as K P Buildcon Private Limited) ("The Company") as of March 31, 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that: (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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 Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company

considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. However, we are of the opinion that the Company can make the Internal Controls on Financial Reporting more adequate and more effective considering the inherent risk and nature and size of the business activities carried out by the Company.

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Place: Surat
Date: April 19, 2024

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Standalone Balance Sheet

As at March 31, 2024

(in ₹ lakhs)

Particulars	Note	As at March 31, 2024	As at March 31, 2023
Equity and Liabilities			
Shareholders' funds			
Share capital	3	2,500.00	112.00
Reserves and surplus	4	24,174.98	3,156.32
Money received against share warrants		-	-
		26,674.98	3,268.32
Share application money pending allotment		-	-
Non-current liabilities			
Long-term borrowings	5	1,820.34	471.58
Deferred tax liabilities (Net)	6	161.76	154.16
Other Long-term liabilities	7	73.24	63.95
Long-term provisions		-	-
		2,055.35	689.69
Current liabilities			
Short-term borrowings	8	1,840.93	1,296.52
Trade payables	9		
Total outstanding dues of micro enterprises and small enterprises		1,455.04	175.78
Total outstanding dues of creditors other than micro enterprises and small enterprises		3,567.19	833.92
Other current liabilities	10	5,067.67	2,805.59
Short-term provisions	11	709.66	407.16
		12,640.48	5,518.97
Total		41,370.81	9,476.98
Assets			
Non-current assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	12	2,658.69	1,960.13
Intangible assets	13	72.93	74.37
Capital work-in-progress	14	476.40	30.69
Intangible assets under development		-	-
		3,208.02	2,065.19
Non-current investments	15	0.75	0.75
Deferred tax assets (Net)		-	-
Long-term loans and advances	16	1,205.54	358.79
Other non-current assets	17	288.00	142.66
		4,702.32	2,567.40
Current assets			
Current investments		-	-
Inventories	18	5,317.98	3,770.43
Trade receivables	19	12,888.99	2,202.73
Cash and cash equivalents	20	16,206.14	354.24
Short-term loans and advances	21	2,248.78	578.45
Other current assets	22	6.60	3.74
		36,668.49	6,909.58
Total		41,370.81	9,476.98

See accompanying notes to Standalone Financial Statements which form an integral part of Standalone Financial Statements.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297

Farukbhai Gulambhai Patel
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary

Standalone Statement of Profit and Loss

For the year ended March 31, 2024

(in ₹ lakhs except earnings per share)

Particulars	Note	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue from operations	23	34,904.86	11,420.89
Other income	24	292.20	57.62
Total Income		35,197.05	11,478.50
Expenses			
Cost of materials consumed	25	25,816.68	8,008.81
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		-	-
Employee benefits expense	26	581.83	446.42
Finance costs	27	448.34	346.41
Depreciation and amortization expense	28	183.07	151.32
Other expenses	29	3,381.71	882.65
Total expenses		30,411.64	9,835.60
Profit before exceptional, extraordinary and prior period items and tax		4,785.41	1,642.90
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		4,785.41	1,642.90
Extraordinary Items		-	-
Profit before prior period items and tax		4,785.41	1,642.90
Prior Period Items	30	(18.67)	(8.75)
Profit before tax		4,766.74	1,634.16
Tax expense	31		
Current tax		1,220.08	417.23
Deferred tax		7.60	5.12
Profit/(loss) for the period from continuing operations		3,539.06	1,211.81
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit/(loss) for the period		3,539.06	1,211.81
Earnings per equity share	32		
Basic		9.70	3.38
Diluted		9.70	3.38

See accompanying notes to Standalone Financial Statements which form an integral part of Standalone Financial Statements.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: O120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCFXFT6297

**Farukbhai
Gulambhai Patel**
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary

Standalone Cash Flow Statement

For the year ended March 31, 2024

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash flow from operating activities		
Profit/(loss) before tax and exceptional items	4,766.74	1,634.16
Adjustments for		
Depreciation	183.07	151.32
Interest Expense	372.07	367.90
Loss/(Profit) on sale of Fixed Assets	(3.32)	0.00
Government grant received	(2.67)	(2.67)
Operating profit/(loss) before working capital change	5,315.88	2,150.70
Movements in working capital		
(Increase)/decrease in inventories	(1,547.55)	(397.76)
(Increase)/decrease in sundry Debtors	(10,686.26)	(392.25)
(Increase)/decrease in short-term and long term advances and loans	(2,517.09)	(305.94)
(Increase)/decrease in other current assets	(2.86)	470.46
(Increase)/decrease in other non-current assets	(145.34)	(110.47)
(decrease)/Increase in trade payables	4,012.53	503.30
(decrease)/increase in other current liabilities	2,262.08	(631.48)
(decrease)/increase in short-term provision and long term provision	15.64	38.60
Cash (used in)/generated from operating activities	(3,292.97)	1,325.18
Direct tax paid, net	(921.27)	(139.34)
Net cash (used in)/generated from operating activities (A)	(4,214.24)	1,185.84
Cash flow from investing activities		
Payment for purchase of fixed asset including capital work-in-progress	(1,331.71)	(539.67)
Proceeds from sale of fixed assets	9.14	0.00
Government grant on fixed assets	0.00	0.00
Investment in subsidiary	0.00	(0.75)
Net cash (used in)/generated from investing activities (B)	(1,322.57)	(540.42)
Cash flow from financing activities		
Proceeds from issuance of share capital with securities premium	20,030.40	0.00
Expenses related to initial public offer	(162.80)	-
Share application money pending for allotment	0.00	-
Proceeds/(repayment) from short term borrowings, net	544.41	6.52
Proceeds/(repayment) from long term borrowings, net	1,348.76	(250.68)
Interest Paid	(372.07)	(367.90)
Net cash (used in)/generated from financing activities (C)	21,388.70	(612.06)
Net Increase/(decrease) in cash and cash Equivalent (A+B+C)	15,851.90	33.36
Cash and cash equivalent at the beginning of the year	354.24	320.88
Cash and cash equivalent at the end of the year	16,206.14	354.24

Standalone Cash Flow Statement (Contd.)

For the year ended March 31, 2024

Notes:

1. The figures in brackets represent outflows.
2. Previous period's figures have been regrouped/reclassified, wherever necessary, to confirm to current year presentation.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**

Chartered Accountants
FRN: 0120846W/W100289

Keyur Ashvinbhai Sanghavi

M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297

Place: Surat

Date: April 19, 2024

For **KP Green Engineering Limited**

(formerly known as K P Buildcon Private Limited)

Farukbhai

Gulambhai Patel
Chairman & Director
DIN: 00414045

Pravinkumar Singh

Chief Financial Officer

Muinulhaque Iqbalhusen Kadva

Whole-Time Director
DIN: 07661317

Saurabh Sharma

Company Secretary

Notes to Standalone Financial Statements

For the year ended March 31, 2024

1. Corporate Information

KP GREEN ENGINEERING LIMITED (formerly known as K P Buildcon Private Limited) ("the Company") was incorporated on July 10, 2001 as a Private Limited Company domiciled in India. During the year under reporting, the Company listed its securities on BSE SME platform with effect from March 22, 2024. The Company is primarily engaged in the business of Fabrication, Galvanizing, Fault Rectification Team, Patrolling of Optical Fiber Cables, Site Clearance Work, Solar Roof-top installation, Sale of solar electricity, EPC, Mobile tower Manufacturing and Turnkey Service Provider to Mobile and Renewable Energy Industry.

2. Summary of Significant Accounting Policies

(i) Basis of preparation of Standalone Financial Statements:

These Standalone Financial Statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The Standalone Financial Statements have been prepared under the historical cost convention on accrual basis, except in case of assets for which provision for impairment for certain financial instruments which are measured at fair value.

All amounts included in the Standalone Financial Statements are reported in lakhs and 2 decimals thereof in Indian Rupees except for Number of shares and EPS wherever disclosed in these financial statements.

(ii) Presentation and disclosure of Standalone Financial Statements:

During the year end March 31, 2024, the Company has presented the Standalone Financial Statements as per the Schedule III notified under the Companies Act, 2013. The statement of Cash Flows has been prepared and presented as per requirements of As 3 "Cash Flow Statements". The disclosure requirements with respect to items in the Balance sheet and Profit & Loss Account, as prescribed in Schedule III of the Act are presented by way of notes forming part of the Standalone Financial Statements. The Company has also reclassified the previous figures in accordance with the requirements applicable in the current year.

Accounting policies have been consistently applied from year on year basis.

(iii) Use of Estimates:

In the application of the Company's accounting policies, management of the Company is required to make

judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the Standalone Financial Statements.

(iv) Property, Plant & Equipment:

Property, Plant & Equipment are carried at cost of acquisition and other applicable costs less accumulated depreciation and accumulated impairment loss, if any. The cost of fixed assets includes cost of acquisition plus, any freight, taxes, duties and other incidental expenses that are directly attributable to bring the assets to their working conditions for their intended use. Borrowing costs directly attributable to the qualifying assets are capitalized as part of the cost. The costs of internally generated assets comprise direct costs attributed to the generation of the assets.

Capital work-in-progress, if any comprises of the cost of fixed assets that are not yet ready for their intended use at the balance sheet date. Assets held for disposal, if any are stated at the lower of net book value and the estimated net realizable value.

When parts of the items of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to the property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably.

Gain/loss arising from de-recognition/sale/disposal of fixed assets are measured as the difference between the net disposal/sale proceeds and the carrying amount of the assets and are recognized in the statement of profit or loss when the asset is derecognized/disposed off.

Advances paid towards the acquisition of fixed assets, if any outstanding as of balance sheet date is disclosed under long term loans and advances.

No assets have been revalued during the year.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

(v) Intangible Assets:

Intangible assets are stated at the consideration paid for acquisition less accumulated amortization and accumulated impairment losses, if any.

(vi) Borrowing Costs:

Loan processing charges and interest expenses paid to Bank for CC facilities and Term Loans have been charged to revenue account since the same are not attributable to the acquisition of qualifying assets as per the requirements of AS 16.

Borrowing cost primarily includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

(vii) Depreciation/Amortization:

Depreciation on tangible fixed assets is calculated on the Straight Line Method (SLM) based on the useful lives and residual values estimated by the management in accordance with Schedule II to the Companies Act, 2013. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset.

Intangible assets, if any are amortized on basis of the economic benefits consumed by the Company over the projected useful life and if the pattern of economic benefits cannot be identify reliably then the straight line method is used.

No assets have been revalued during the year.

The Company has used the following useful lives to provide depreciation on its tangible assets and intangible assets.

Type of assets	Useful lives (in years)
Factory Building	30
Office Building	60
Computers	03
Electrical Installation	10
Furniture and Fixtures	10
Motor Vehicles and Heavy Vehicles	08
Vehicles (2 wheelers)	10
Office Equipment's	05

Type of assets	Useful lives (in years)
Plant and Machinery	15
Intangible Assets	10

(viii) Impairment of Tangible and Intangible Assets:

As per the estimates made by the management and as per the various assessments made by the management, there were no indicators whether internal or external (as provided in para 8 of AS 28) which has led to the impairment loss to any assets. Since there are no such indicators which suggest that the net value of the assets would fall significantly by passage of time and normal use, the Company has not provided for any impairment loss for any assets during the current financial period. The Company has chosen the "value in use" technique and as per the measurement of future cash flow, the management is of the opinion that the future cash flow and the terminal value of the assets would not be significantly less than the carrying value and hence no impairment for any assets has been provided for in the financial statements.

No reversal of impairment loss has been recognized in the Profit & Loss Account.

Since the Company has not carried out the activities in segments, the impairment loss or reversal of the impairment loss has not been provided for the segments.

In the opinion of the Board of Directors and to the best of their knowledge and belief the aggregate value of the current assets, loans and advances on realization in the ordinary course of business, will not be less than the amount at which they are stated in the Balance Sheet.

(ix) Investments:

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments are carried in the Standalone Financial Statements at lower of cost and fair value determined in respect of each category of the investments. Long-term investments are carried at cost. However, provision for diminution in value, if any is made to recognize a decline other than temporary in the value of the investments.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

On disposal of an investment, if any, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

(x) Government Grants and Subsidies:

Grants and subsidies from the government are recognised when there is reasonable assurance that:

- i. The Company will comply with the conditions attached to them; and
- ii. The grant/subsidy will be received.

When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and released to income in equal amounts over the expected useful life of the related asset.

During the FY 2021-22, Company has received the non-refundable government grant of ₹40,00,000/- on capital assets i.e., machinery. The said machinery was purchase in FY 2020-21. The management of the Company has decided to recognize the grant as deferred income, the same is recognized as income in the profit & loss account on systematic basis considering the useful life of the respective machinery. During the year management of Company has recognized the amount of proportionate deferred government grant to profit and loss account pertaining to FY 2023-24. Further, ₹26,66,667/- is recognized as non-current liability since the management of the Company has expected not to recognize this amount within next 12 months after end of the reporting period and ₹2,66,667/- is recognized as current liability which the Company has expected to recognize within 12 months from the end of the reporting period.

(xi) Inventories:

Inventories are stated at the lower of cost and net realisable value by following weighted average method. Cost of Inventories comprises all cost of purchase and other cost incurred in bringing inventories to their present location and condition. Cost in case of work in progress is determined on the basis of the actual expenditure attributable to the said work till the end of the reporting period.

Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

(xii) Revenue Recognition:

Revenue comprises sale of materials, service income and interest. Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and

that the revenue can be reliably measured. The Company collects Goods and Services Tax (GST) as applicable on behalf of the government and therefore, this is not economic benefits flowing to the Company. Hence, this is excluded from revenue.

Sales:

Revenue from sale of goods is recognised in the statement of profit and loss when the significant risks and rewards in respect of ownership of goods has been transferred to the buyer as per the terms of the respective sales order, and the income can be measured reliably and is expected to be received.

Revenue from sales of Services:

Contracts to patrolling the Optical Fiber Cables through various Fault Rectification Team (FRT) (turnkey service provider to mobile and renewable energy Industry) and Fabrication and Galvanizing work are recognised in the consolidated statement of profit and loss based on the proportion of service completed and invoice for that is raised.

Interest Income:

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

(xiii) GST:

GST credit available on purchase of materials, purchase of capital goods and input services is not charged to cost of material, capital goods and services. GST Credit availed is accounted by way of adjustment against GST payable on dispatch of finished goods & rendering of services.

(xiv) Retirement and other Employee benefits:

Short Term Employee Benefits:

Short term benefits including salaries, bonus, social security contributions, and non-monetary benefits (such as medical care) for current employees are estimated and measured on an undiscounted basis and charged to the profit and loss account.

Long Term Employee Benefits:

Defined Contribution Plan:

All eligible employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan in which both the employee and the Company contribute monthly at a stipulated percentage of the covered employee's salary. Contributions are made to Employees Provident Fund Organization in respect of Provident Fund, Pension Fund and Employees Deposit Linked Insurance Scheme, as applicable at the prescribed

Notes to Standalone Financial Statements

For the year ended March 31, 2024

rates and are charged to Statement of Profit and Loss at actuals. The Company has no liability for future provident fund benefits other than its annual contribution.

Defined Benefit Plan:

The Company operates a defined benefit gratuity plan in India, which requires contributions to be made to a separately administered fund. However, the Company has not made any such contributions during the year. The cost of providing benefits under the defined benefit plan is based on an independent actuarial valuation carried out using the projected unit credit method.

Actuarial gain/loss is directly credited/debited to the Profit and loss account.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

(xv) Foreign Exchange Transactions:

The Company has not entered into any Foreign Exchange Transactions during the year under consideration.

The Company has not entered into any forward exchange contracts during the year.

(xvi) Taxation:

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss. The amount of current tax actually determined at the time of filing of IT return for the Assessment Year determined the final self-assessment tax liability and accordingly the Company has reversed the excess provision of current tax charged to statement of profit and loss in earlier period or made additional provision for current tax not charged to statement of profit & loss, in current reporting period as the case may be.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in the statement of profit and loss.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each reporting date, the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

Separate and detailed calculation of deferred tax is appended in these notes.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT credit entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period in future. Separate and detailed calculation of deferred tax is appended in these notes on accounts.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

(xvii) Provisions and Contingent Liabilities, Contingent Assets:

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

Provisions of various expenses are recognized in the financial statements since there exists present obligations as a result of event and the expenses are accrued and incurred during the year.

The opening balance of provisions is used during the year against the payments during the year. The closing balances of provisions are the expenses accrued during the year and provided.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably.

The Company does not recognise a contingent liability but discloses its existence in the Standalone Financial Statements unless the possibility of an outflow is remote.

A contingent asset is not recognized in the Standalone Financial Statements and hence not disclosed.

(xviii) Earnings/(loss) per share:

Basic earnings/(loss) per share are calculated by dividing the net profit/(loss) for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the year and also after the balance sheet date but before the date the Standalone Financial Statements are approved by the board of directors for the purpose of calculating diluted earnings/(loss) per share. The net profit/(loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during

the period are adjusted for the effects of all dilutive potential equity shares.

The number of equity shares and potentially dilutive equity shares are adjusted for bonus and right issue as appropriate. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.

(xix) Cash Flow Statement:

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

(xx) Cash and Cash Equivalents:

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

(xxi) Operating Leases:

As a Lessee:

Finance leases, which effectively transfers to the Entity substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the Profit and Loss Account. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset assessed by the management. However, if there is no reasonable certainty that the Entity will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss Account on a straight-line basis over the lease term.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

As a Lessor:

Leases in which the Entity transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Entity apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognized in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Profit and Loss Account.

Leases in which the Entity does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in property, plant and equipment assets. Lease income on an operating lease is recognized in the Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Profit and Loss Account.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

3. Share Capital

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
25,00,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	250.00
	2,500.00	250.00
Issued		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	112.00
	2,500.00	112.00
Subscribed		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	112.00
	2,500.00	112.00
Paidup		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value Fully Paidup	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value Fully Paidup	0.00	112.00
	2,500.00	112.00

Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹5/- each. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

During the year Company has increased authorised equity share capital. The total authorised equity share capital at the end of the year was ₹2500 lakhs divided in 5,00,00,000 shares of ₹5/- each fully paid-up.

During the year Company has issued 1,68,00,000 equity shares of ₹10/- each as bonus shares in the ratio of 15 (fifteen) bonus equity shares of ₹10/- each fully paid for every 1 (one) existing Equity shares of ₹10/- each fully paid up by capitalising the Share premium and retained earning.

The Company has split the share from ₹10/- per share to ₹5/- per share resulting in total 1,79,20,000 shares at ₹5/- by the said split of shares.

The Company has issued 10,00,000 equity shares of ₹5/- each as preferential allotment shares fully paid at premium of ₹103/- per share during the year.

The Company has raised funds through Initial Public Offers by issuing 1,31,60,000 shares of ₹5/- per share at a premium of ₹139/- per share by listing its securities on BSE-SME platform.

The total equity share capital at the end of the financial year is ₹2,500 lakhs divided in 5,00,00,000 shares of ₹5/- each fully paid up.

Details of convertible securities:

The Company has not issued any securities convertible into equity or preference shares.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

Details of Shares Reserved for Employees Stock Options:

The Company has not reserved any shares for employee's stock options.

Holding More Than 5%

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of Share	% Held	Number of Share	% Held
Farukbhai Gulambhai Patel	2,89,24,011	57.85	9,74,400	87.00

Share Holders Holding More Than 5% Equity Shares In The Company:

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

The Company has no holding Company.

Details of Shares for Preceding Five Years

Particulars	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Number of Equity Shares Bought Back	0	0	0	0	0
Number of Preference Shares Redeemed	0	0	0	0	0
Number of Equity Share Issue as Bonus Share	1,68,00,000	0	0	0	0
Number of Preference Share Issue as Bonus Share	0	0	0	0	0
Number of Equity Shares Allotted For Contracts Without Payment Received In Cash	0	0	0	0	0
Number of Preference Shares Allotted For Contracts Without Payment Received In Cash	0	0	0	0	0

Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of Share	Amount	Number of Share	Amount
Number of shares at the beginning	11,20,000	0	11,20,000	112.00
Add: Issue				
Shares Issue	10,00,000	50.00	0	0
Bonus Shares Issue	1,68,00,000	1,680.00	0	0
Shares Issue IPO	1,31,60,000	658.00	0	0
	3,09,60,000	2,388.00	11,20,000	112.00
Less: Bought Back	0	0	0	0
Add: Others	0	0	0	0
Share Split	1,79,20,000	896.00	0	0
	1,79,20,000	896.00	0	0
Number of shares at the end	5,00,00,000	2,500.00	11,20,000	112.00

Notes to Standalone Financial Statements

For the year ended March 31, 2024

Shareholding of Promoters

Shares held by promoters as at March 31, 2024

Equity Shares Fully Paid Up of ₹5

Shares held by promoter at the end of year				% change during the year
Sr. No.	Promoters Name	No. of Shares	% of total shares	
1	Farukbhai Gulambhai Patel	2,89,24,011	57.85	29.15
2	Hassan Faruk Patel	3,36,117	0.67	0.33

Shares held by promoters as at March 31, 2023

Equity Shares Fully Paid Up of ₹10

Shares held by promoter at the end of year				% change during the year
Sr. No.	Promoters Name	No. of Shares	% of total shares	
1	Farukbhai Gulambhai Patel	9,74,400	87	0.54
2	Rashida Gulam Patel	0	0	(100.00)
3	Gulambhai Alibhai Patel	0	0	(100.00)
4	Vahidabanu Faruk Patel	5,600	0.5	(80.61)
5	Aayesha Farukbhai Patel	5,600	0.5	(74.50)

4. Reserve and Surplus

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Securities Premium Opening	288.00	288.00
Additions	19,322.40	0.00
Adjusted Bonus Shares	(288.00)	(0.00)
Adjusted Writing off Discount Expenses on Issue of Shares/Debentures	(162.80)	(0.00)
	19,159.60	288.00
Profit and Loss Opening	2,868.32	1,641.16
Amount Transferred From Statement of P&L	3,539.06	1,211.81
Amount Transferred From Sundries		
Others	0.00	15.36
	0.00	15.36
Appropriation and Allocation		
Adjusted Bonus Shares	1,392.00	0.00
	(1,392.00)	(0.00)
	5,015.38	2,868.32
	24,174.98	3,156.32

Reserve and Surplus:

During the year, the Company has issued 1,68,00,000 bonus equity shares of Face value of ₹10/- each to the existing equity share holders in the ratio of 15:1 i.e. 15 bonus shares for every 1 existing equity shares out of the credit balance of accumulated securities premium amounted to ₹288 lakhs and free reserves amounted to ₹1,392 lakhs.

The amount adjusted against securities premium represents writing off of expenses on Initial public offer of equity shares (IPO) amounted to ₹162.80 lakhs.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

5. Long-Term Borrowings

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Term Loan		
Banks		
Secured		
Rupee		
HDFC Bank - Mercedes V Class Loan	15.53	29.98
ICICI Bank Loan - Bolero Camper	0.00	1.26
ICICI Bank Loan - Bus	36.47	0.00
ICICI Bank Loan - Commercial Equipment	47.17	0.00
ICICI Bank Loan - Eicher	13.24	31.80
ICICI Bank Loan - Truck	62.52	0.00
SBI GECL 2	104.51	174.72
SBI LC	72.99	75.66
SIDBI - ECGL	0.00	4.25
Financial Institution		
Secured		
Rupee		
Axis Bank Finance Limited	1250.75	0.00
Small Industries Development Bank of India	0.00	46.75
The National Small Industries Corpo Limited	0.00	74.43
Loan and Advances From Related Parties		
Unsecured		
Director		
Farukbhai Gulambhai Patel	214.73	14.73
Shareholder		
Sohil Y Dabhoya	2.41	18.00
	1820.34	471.58

Long Term Borrowings:

Loan Details	Principal Loan Amount (₹ in lakhs)	Rate of Interest (%)	Tenure (Months)	Monthly Instalment (₹ in lakhs)	Security Offered
HDFC Bank - Mercedes V Class Loan	67.50	7.30%	60	1.35	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638116	12.16	8.00%	48	0.30	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638141	19.14	8.00%	48	0.47	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638162	19.14	8.00%	48	0.47	Hypothecation of Vehicle

Notes to Standalone Financial Statements

For the year ended March 31, 2024

Long Term Borrowings (Contd.)

Loan Details	Principal Loan Amount (₹ in lakhs)	Rate of Interest (%)	Tenure (Months)	Monthly Instalment (₹ in lakhs)	Security Offered
ICICI Bank Loan - Eicher - Lvsur00044638188	19.14	8.00%	48	0.47	Hypothecation of Vehicle
State Bank Of India - Gecl 2 - 40551484291	186.00	9.25%	60.00	5.17	Hypothecation of various properties of the Company, directors and relatives of directors.
Axis Finance Limited	1,500.00	11.25%	84	25.29	Pari-passu charge on Hypothecation of various properties of the Company along with Pari-passu charge with SBI on various collateral securities of directors and relatives of directors.
ICICI Bank Limited - Lqsur00048209310	28.95	9.20%	60	0.60	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048087768	3.00	9.20%	60	0.06	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048087769	36.90	9.20%	60	0.78	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048551425	24.94	9.30%	60	0.52	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048551426	24.94	9.30%	60	0.52	Hypothecation of Vehicle
ICICI Bank Limited - Lqsur00048598607	18.25	9.30%	60	0.38	Hypothecation of Vehicle
ICICI Bank Limited - Lqsur00048598604	18.25	9.30%	60	0.38	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00049669882	3.70	9.55%	60	0.08	Hypothecation of Vehicle
ICICI - Lvsur00049669881	34.75	9.55%	60	0.74	Hypothecation of Vehicle
Small Industries Development Bank	247.33	9.55%	60	4.25	Hypothecation of Machinery and cash collateral in form of FD
Small Industries Development Bank	49.46	8.25%	60	1.37	Hypothecation of various properties of the Company, directors and relatives of directors.
Standard Chartered Bank	75.00	15.99%	36	2.64	Unsecured Loan.
The National Small Industries Corporation Limited	125.00	12.95	-	-	Bank Guarantee from SBI taken against the Hypothecation of various properties of the Company, directors and relatives of directors.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

6. Deferred Taxes

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Deferred Tax Assets		
Employee Benefits	14.46	0.00
	14.46	0.00
Deferred Tax Liabilities		
Depreciation	168.84	154.16
Other	7.38	0.00
	176.22	154.16

Calculation of Deferred Tax

(in ₹ lakhs)

Particulars	Amount	As at March 31, 2023
Deferred Liabilities		
Profit on sale of asset	3.32	
Government grant on capital assets	32.00	
Depreciation	54.98	
Total (A)	90.30	
Deferred Assets		
Provision of gratuity	41.80	
Government grant on capital assets	2.67	
Provision of gratuity	15.64	
Total (B)	60.11	
Total Deferred Liabilities (A-B)	30.19	
Tax on Deferred Liabilities @ 25.17% on ₹ 30.19		7.60
Net Deferred Tax (Liabilities) Charged to P & L A/c		7.60
Defer Tax Liabilities/Assets Transferred to Balance Sheet		
Opening Balance of Deferred Tax (Liabilities)		154.16
Deferred Tax (Liabilities) Charged to P & L A/c		7.60
Deferred Tax (Liabilities) Transferred to Balance Sheet		161.76

7. Other Long-Term Liabilities

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Others		
Deferred Govt. Grant	26.67	29.33
Provision for Gratuity	46.58	34.62
	73.24	63.95

Notes to Standalone Financial Statements

For the year ended March 31, 2024

During the F.Y. 2021-22, Company has received the non-refundable government grant of ₹40 lakhs on capital assets i.e., machinery. The said machinery was purchased in FY 2020-21. The management of the Company has decided to recognize the grant as deferred income, the same is recognized as income in the profit & loss account on systematic basis considering the useful life of the respective machinery. During the year management of Company has recognized the amount of proportionate deferred government grant to profit and loss account pertaining to F.Y. 2023-24. ₹26.67 lakhs is recognized as non-current liability since the management of the Company has expected not to recognize this amount within next 12 months after end of the reporting period. ₹2.67 lakhs is recognized as current liability which the Company has expected to recognize within 12 months from the end of the reporting period.

8. Short-Term Borrowings

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Loans repayable on demand		
Banks		
Secured		
State Bank of India CC Account	1,254.75	723.23
State Bank of India (LC/BG)	257.93	398.78
Current maturities of long-term borrowings		
ICICI Bank Loan - Truck	11.88	0.00
State Bank of India GECL 2	62.00	68.07
SIDBI - ECGL	46.75	67.39
ICICI Bank Loan - Eicher	18.59	17.19
ICICI Bank Loan - Commercial Equipment	11.47	0.00
ICICI Bank Loan - Bus	8.67	0.00
AXIS Bank Finance Limited	153.19	0.00
ICICI Bank Loan - Bolero Camper	1.26	2.32
HDFC Bank - Mercedes V Class Loan	14.44	13.43
ICICI Bank Loan - Brezza	0.00	1.96
Standard Chartered Bank	0.00	4.16
	1,840.93	1,296.52

Short Term Borrowings

The Company has taken the Cash credit facilities from State Bank of India for ₹2,100.00 lakhs (₹1,100.00 lakhs) and Bank Guarantee and Letter of credit for ₹550.00 lakhs (₹550.00 lakhs) which is secured by first pari passu charge on all current assets primarily Stock and Book debts. The said working capital facility has been reviewed during the year. The rate of interest on the working capital facility from bank is 11.65% (9.25% p.a.) calculated on daily products on monthly rests. However the rate of interest is 2.50% over and above the EBLR i.e. 9.15% which was covered under the working capital facility. The same is further secured by collateral securities of commercial and residential immovable properties of the Company and director and family members of the Directors, The borrowings are further secured by personal guarantee of Directors and family members of directors.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

9. Trade Payables

As at March 31, 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	Not due	
(l) Msme						
Trade Payables	1,455.01	0.03	0.00	0.00	0.00	1,455.04
(li) Others						
Trade Payables	3,535.71	6.12	6.30	19.06	0.00	3,567.19
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

As at March 31, 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	Not due	
(i) MSME	175.78	0.00	0.00	0.00	0.00	175.78
(ii) Others	796.06	32.73	2.22	2.91	0.00	833.92
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

Sundry Creditors Covered Under MSMED Act, 2006:

Sundry creditors covered under MSMED Act, 2006 are those creditors who are outstanding at the balance sheet date. Out of which creditors due for more than 45 days as on the balance sheet date are ₹73.11 lakhs (₹0.93 lakhs). The Company has not provided interest on the same as per MSMED Act, 2006.

Amount due to Micro, Small and Medium Enterprises as on March 31, 2024 (March 31, 2023) are disclosed on the basis of information available with the Company regarding status of the suppliers is as follows:

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	1,455.04	175.78
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0.00	0.00
Interest paid/reversed during the year	0.00	0.00
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year.	73.11	0.93
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	0.00	0.00
Interest accrued and remaining unpaid	0.00	0.00
Amount of further interest remaining due and payable in succeeding years	0.00	0.00

Notes to Standalone Financial Statements

For the year ended March 31, 2024

10. Other Current Liabilities

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Other payables		
Employee Related		
Accrued Salary Payable		
Salary Payable	54.51	38.27
Tax Payable		
TDS		
TDS Payable	90.46	24.96
Other		
GST Payable	206.14	21.15
Income Tax		
TCS Payable	0.90	0.27
Other Accrued Expenses		
ESIC Payable	0.17	0.12
Imprest Expenses Payable	4.00	4.54
PF Payable	3.09	1.14
PT Payable	0.46	0.21
Provision for Other Expenses	18.91	2.54
Provision for Interest Expenses	10.64	1.08
Other Current Liabilities		
Advance from Customers	4,620.40	2,528.87
KPIG Energia Private Limited	0.00	149.00
Deferred Govt. Grant	2.67	2.67
Harisang Raysang Chauhan	32.09	0.00
Other Payable	23.23	30.77
	5,067.67	2,805.59

11. Short-Term Provisions

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Employee Benefits		
Gratuity		
Provision for gratuity	10.86	7.18
Tax Provision		
Current Tax		
Income tax payable	698.79	399.98
	709.66	407.16

Notes to Standalone Financial Statements

For the year ended March 31, 2024

12. Property, Plant and Equipment

(In ₹ lakhs)

Particulars	Gross			Depreciation			Impairment			Net	
	Opening as at April 1, 2023	Addition	Deduction	Revaluation	Closing as at March 31, 2024	Opening as at April 1, 2023	During Period	Reversal	Closing as at March 31, 2024	Opening as at April 1, 2023	Closing as at March 31, 2024
Land											
Free Hold Land											
Land	364.17	216.78	-	-	580.95	-	-	-	-	-	364.17
Total	364.17	216.78	-	-	580.95	-	-	-	-	-	364.17
Building											
Office Building											
Building	7.09	-	-	-	7.09	0.10	0.11	-	-	0.21	6.88
Total	7.09	-	-	-	7.09	0.10	0.11	-	-	0.21	6.88
Factory Building											
Factory Building	244.45	98.41	-	-	342.86	21.52	9.23	-	-	30.75	222.93
Factory Building	35.45	-	-	-	35.45	11.26	1.07	-	-	12.33	24.19
Total	279.90	98.41	-	-	378.31	32.78	10.30	-	-	43.08	247.12
Plant and Machinery											
Plant & Machinery	117.33	317.24	2.50	-	432.07	23.65	16.42	0.91	-	39.15	93.68
Plant and Machinery	607.11	-	3.89	-	603.22	129.84	38.39	1.17	-	167.05	477.27
Plant and Machinery	0.30	-	-	-	0.30	0.20	0.01	-	-	0.22	0.09
Plant and Machinery	0.02	-	-	-	0.02	0.02	0.00	-	-	0.02	0.00
Plant and Machinery	4.15	-	-	-	4.15	3.59	0.23	-	-	3.83	0.56
Plant and Machinery	0.28	-	-	-	0.28	0.24	0.02	-	-	0.26	0.04
Plant and Machinery	0.27	-	-	-	0.27	0.20	0.01	-	-	0.21	0.07
Plant and Machinery	17.11	-	-	-	17.11	11.31	0.83	-	-	12.13	5.80
Plant and Machinery	0.19	-	-	-	0.19	0.17	0.01	-	-	0.18	0.02
Plant and Machinery	67.34	-	-	-	67.34	58.31	3.60	-	-	61.91	9.03
Plant and Machinery	7.42	-	-	-	7.42	6.48	0.48	-	-	6.96	0.93
Plant and Machinery	13.50	-	13.50	-	-	11.80	0.19	11.99	-	-	1.70
Solar Plant	550.00	-	-	-	550.00	139.36	34.82	-	-	174.17	410.64
Total	1,385.02	317.24	19.89	-	1,682.36	385.15	95.01	14.07	-	466.09	999.86
Equipments											
Office Equipments											
Air Condition (Mitsubishi)	0.27	-	-	-	0.27	0.05	0.03	-	-	0.07	0.22
Air Conditioner	6.99	4.51	-	-	11.50	2.19	0.86	-	-	3.05	4.79
Attendance Machine	0.67	-	-	-	0.67	0.23	0.06	-	-	0.29	0.44
Television	0.17	0.67	-	-	0.84	0.16	0.08	-	-	0.24	0.01

Notes to Standalone Financial Statements

For the year ended March 31, 2024

12. Property, Plant and Equipment (Contd.)

(In ₹ lakhs)

Particulars	Gross			Depreciation			Impairment			Net	
	Opening as at April 1, 2023	Addition	Deduction	Revaluation	Closing as at March 31, 2024	Opening as at April 1, 2023	During Period	Other Adj.	Closing as at March 31, 2024	Reversal	Closing as at March 31, 2024
CC TV Camera	-	3.24	-	-	3.24	-	0.28	-	0.28	-	2.96
Office Equipment	-	0.19	-	-	0.19	-	0.01	-	0.01	-	0.18
Total	8.10	8.61	-	-	16.70	2.63	1.31	-	3.94	-	12.76
Computer Equipments											
Computer	15.51	-	-	-	15.51	6.11	4.05	-	10.16	-	5.35
Computer	4.71	-	-	-	4.71	3.90	0.32	-	4.22	-	0.48
Computer and Printer	1.12	-	-	-	1.12	1.06	-	-	1.06	-	0.06
Computer and Printer	17.61	17.82	-	-	35.43	14.97	2.98	-	17.95	-	17.48
Computer and Printer	48.73	-	-	-	48.73	46.29	-	-	46.29	-	2.44
Total	87.67	17.82	-	-	105.49	72.34	7.35	-	79.69	-	25.81
Other Equipments											
Mobile Phone	3.08	1.26	-	-	4.33	0.48	0.24	-	0.73	-	3.61
Mobile Phone	3.24	-	-	-	3.24	2.30	0.15	-	2.46	-	0.78
Weighing Scale	4.74	-	-	-	4.74	1.30	0.30	-	1.60	-	3.14
Weighing Scale	4.53	-	-	-	4.53	2.71	0.26	-	2.98	-	1.55
Total	15.58	1.26	-	-	16.84	6.80	0.96	-	7.77	-	9.07
Furniture and Fixtures											
Electric Fitting	5.65	-	-	-	5.65	2.21	0.54	-	2.75	-	2.90
Electric Instalations	4.76	-	-	-	4.76	0.64	0.45	-	1.10	-	3.66
Furniture	2.19	0.35	-	-	2.154	2.84	2.02	-	4.87	-	16.67
Furniture and Fixture	37.38	19.49	-	-	56.87	3.00	3.56	-	6.56	-	50.32
Furniture and Fixtures	142.95	56.74	-	-	199.69	40.53	14.94	-	55.47	-	144.22
Furniture and Fixtures	12.06	-	-	-	12.06	10.51	0.95	-	11.46	-	0.60
Furniture and Fixtures	44.16	-	-	-	44.16	39.08	2.87	-	41.95	-	2.21
Total	268.14	76.58	-	-	344.72	98.82	25.33	-	124.15	-	220.58
Vehicles											
Motor Vehicles											
Cycle	0.09	-	-	-	0.09	0.08	-	-	0.08	-	0.00
Heavy Vehicle	110.72	142.72	-	-	253.45	40.94	22.37	-	63.30	-	190.14
Heavy Vehicle	10.77	-	-	-	10.77	10.23	-	-	10.23	-	0.54
Motor Car	103.66	-	-	-	103.66	31.63	12.31	-	43.95	-	59.71
Motor Car	14.76	-	-	-	14.76	14.02	-	-	14.02	-	0.74
Total	239.99	142.72	-	-	382.72	96.90	34.68	-	131.58	-	251.13
Grand Total	2,655.66	879.42	19.89	0.00	3,515.19	695.53	175.04	14.07	856.50	0.00	2,658.69
Previous	2,156.57	499.09	0.00	0.00	2,655.66	548.44	147.09	0.00	695.53	0.00	1,960.13

Notes to Standalone Financial Statements

For the year ended March 31, 2024

14. Capital work-in-progress

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Tangible Assets Work in Progress		
Capital Work In Progress	476.40	30.69
	476.40	30.69

Capital-Work-in-Progress (CWIP) aging schedule

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	476.40	0.00	0.00	0.00	476.40

Capital-Work-in-Progress

- Capital work-in-progress includes property under construction cost of asset not ready for use as at year end.
- The Company does not have any capital-work-in-progress whose completion is overdue or has exceeded its cost compared to its original plan.

15. Non-current investments

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Investments in Equity Instruments		
Non-Trade, Unquoted		
Investment in Subsidiary		
7,500 (31/03/2023: 7,500) Equity Shares of ₹10 Each Fully Paidup in KPZon Energia Private Limited Market Value: 75,000 (31/03/2023: 75,000)	0.75	0.75
	0.75	0.75

16. Long-term loans and advances

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances		
Unsecured, considered good		
Advance for Property	968.00	121.25
Loans and advances to others		
Unsecured, considered good		
Anis Desai	1.00	1.00
Bhadrabala Dhimant Joshi	14.00	14.00
Evergreen Corporation	68.54	68.54
Hakeem Mohammad Uvesh Abdulaziz	17.00	17.00

Notes to Standalone Financial Statements

For the year ended March 31, 2024

17. Long-term loans and advances (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Patel Abdul Aziz Mahmed	7.50	7.50
Patel Aminaben Abdul Aziz	7.50	7.50
Patel Zakiya	2.00	2.00
S & G Green Energy	120.00	120.00
	1,205.54	358.79

Advance for property includes ₹547.25 lakhs paid to Mukesh Engineering Industries during FY 2015-16 & 2016-17 and due to the dispute with the party the Company has filed arbitration and as per arbitration award dated September 17, 2019 the said party was required to pay this amount along with interest thereon as awarded by the arbitrator. Presently the matter has been litigated and pending before Hon. Gujarat High Court.

17. Other non-current asset

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Receivable		
Secured, Considered Good		
Security Deposits		
Unsecured, considered good		
Deposits	288.00	142.66
	288.00	142.66

18. Inventories

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Raw Material		
Closing Stock	5,317.98	3,770.43
	5,317.98	3,770.43

19. Trade receivables

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Receivable		
Secured, considered good		
Within Six Months		
Sundry Debtors	12,511.56	1,497.30
Exceeding Six Months		
Sundry Debtors	377.43	705.42
	12,888.99	2,202.73

Notes to Standalone Financial Statements

For the year ended March 31, 2024

Ageing Schedule as at March 31, 2024

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	Not due	
(i) Undisputed Trade receivables - considered good	12,511.56	233.34	60.25	51.88	31.96	0.00	12,888.99
(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Ageing Schedule as at March 31, 2023

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	Not due	
(i) Undisputed Trade receivables - considered good	1,497.30	52.72	14.61	47.85	590.24	0.00	2,202.73
(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Trade Receivables:

Sundry debtors are trade receivables which are due in respect of goods sold in the normal course of the business. the debtors outstanding for more than 6 months are those debtors which are outstanding for more than 6 months as on the date of balance sheet but all of them are good as reviewed by the management.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

20. Cash and cash equivalents

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Cash in Hand	3.52	1.45
Balances With Banks		
Balance with Scheduled Banks		
Current Account		
Axis Bank Limited	1,950.40	0.00
SBI - 103	0.22	0.14
SBI - 142	0.10	0.07
SBI ESCROW AC 37836290923	0.12	0.12
State Bank of India	0.08	0.09
Deposit Account		
Fixed Deposit	14,251.70	352.37
	16,206.14	354.24

21. Short-term loans and advances

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances		
Unsecured, considered good		
Advance for Property	0.00	25.00
Security Deposits		
Unsecured, considered good		
Bombay Stock Exchange of India Limited.	189.50	0.00
Deposits	183.42	0.00
EMD & Security Deposits	56.04	0.00
Loans and advances to others		
Unsecured, considered good		
Advance to Suppliers	1,684.41	423.64
Eric Bomi Mehta	0.00	5.57
Loan to Employees	23.08	23.20
Yusufbhai Halimbhai Dabhoya	0.00	11.50
CGST Receivable	0.00	2.74
SGST Receivable	0.00	2.74
Prepaid Expenses	95.05	66.79
Income Tax Refund Receivable	0.32	0.32
Income Tax Refund Receivable AY 2022-23	16.95	16.95
	2,248.78	578.45

Notes to Standalone Financial Statements

For the year ended March 31, 2024

22. Other current assets

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Subsidy Receivable from DGVCL	0.70	0.70
Subsidy Receivable from MGVCL	0.36	0.36
Subsidy Receivable from Torrent Power	0.35	0.35
Axis Finance Limited (TDS Refund)	4.13	0.00
Interest Receivable	0.00	2.33
SIBI	0.01	0.00
The National Small Industries Corporation Limited	1.05	0.00
	6.60	3.74

23. Revenue from operations

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Sale of Products		
Manufactures Goods		
Sales	32,739.73	10,128.67
Unbilled Revenue	0.00	153.40
Sale of Services		
Sales of Services	2,165.12	1,138.82
	34,904.86	11,420.89

Revenue From Operations:

Sales are recorded net off sales return. Sales are recorded exclusive of GST.

24. Other income

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest		
FD Interest	52.84	10.26
Profit (Loss) on Redemption/Sale of Investment & Property, Plant and Equipment (Net)		
Profit on sale of asset	3.32	0.00
Miscellaneous		
Discount	0.00	0.73
Foreign Exchange Gain	0.00	0.08
Govt. Grant on Capital Subsidy	2.67	2.67
Insurance Claim	0.00	0.42

Notes to Standalone Financial Statements

For the year ended March 31, 2024

24. Other income (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest Subsidy	7.75	12.24
Other Income	0.00	0.11
Other Interest	0.00	5.85
Written of Account	0.00	25.25
Scrape Sale Income	225.62	0.00
	292.20	57.62

25. Cost of materials consumed

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Raw Material		
Opening	3,770.43	3,372.67
Purchase	27,364.23	8,406.56
Closing	5,317.98	3,770.43
	25,816.68	8,008.81

Details of Raw Material

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Purchase	25,816.68	8,008.81
	25,816.68	8,008.81

Purchases of Stock in trade

Purchases are recorded net off purchases return. Purchases are recorded exclusive of GST.

26. Employee benefits expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Salary, Wages & Bonus		
Bonus	4.56	0.00
Incentive	6.30	23.98
Salary Expenses	471.28	336.22
Stipend Expenses	8.72	0.72
Wages for Site	50.01	26.67
Contribution to Gratuity		
Provision for Gratuity	15.64	42.49

Notes to Standalone Financial Statements

For the year ended March 31, 2024

26. Employee benefits expense (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Contribution to Provident Fund		
Contribution to P.F.	11.79	5.28
Staff Welfare Expenses		
Staff Welfare Expenses	12.12	9.89
Other Employee Related Expenses		
Contribution to ESIC	1.40	1.16
Contribution to Gujarat Labour Fund	0.02	0.02
	581.83	446.42

27. Finance costs

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest Expenses		
Interest Expenses		
Interest on CC Account	166.56	88.21
Interest on Loans	177.88	227.57
Interest on Unsecured Loan	27.62	0.00
Bank Charges		
Bank Charges	0.02	2.02
Other Interest Charges		
Bill Discounting Charges	4.56	9.00
Finance Charges		
Guarantee Charges		
Bank Guarantee Charges	1.55	1.14
Other Finance Charges		
L.C. CHARGES	28.60	13.75
Loan Processing Fees	41.54	4.73
	448.34	346.41

28. Depreciation and amortization expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation & Amortization		
Depreciation Tangible Assets	175.04	147.09
Amortization Intangible Assets	8.02	4.23
	183.07	151.32

Notes to Standalone Financial Statements

For the year ended March 31, 2024

29. Other expenses

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Manufacturing Service Costs Expenses		
Power and Fuel		
Petrol & CNG Expenses	52.38	35.79
Electricity Expenses	45.31	32.50
Frieght and Forwarding Charges		
Transportation Expenses	237.99	112.25
Other Manufacturing Costs		
Job Work Charges	168.27	69.02
Labour Expenses	401.59	186.30
Fabrication Expenses	0.33	1.13
Installation of Solar Rooftop System	1.31	0.82
Packing Expense	6.66	14.22
Site Material & Expenses	66.61	9.71
Loading and Unloading Charges	79.53	0.00
Rate Difference	103.26	0.00
Administrative and General Expenses		
Telephone Postage		
Mobile Expenses	5.50	3.94
Courier Expenses	1.84	1.18
Printing Stationery		
Stationery and Printing Expenses	16.02	8.83
Rent Rates And Taxes		
Factory Rent	273.99	27.71
Room Rent	7.64	5.50
Vehicle Rent Expenses	48.83	46.59
Profession Tax	0.17	0.06
KP House Rent	11.97	11.73
GST Expense	1.64	38.35
Stamp And Franking Exp	20.15	0.11
Property Tax	0.00	0.04
TDS Expense	0.00	0.09
Auditors Remuneration		
Auditor Remuneration	8.90	13.71
Managerial Remuneration		
Director Remuneration	66.76	30.42
Repairs Maintenance Expenses		

Notes to Standalone Financial Statements

For the year ended March 31, 2024

29. Other expenses (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Repairing and Maintenance Expenses	92.83	67.54
AMC Charges	0.81	0.53
Housekeeping Expenses	9.19	8.00
Electric Installations Expenses	0.00	2.82
Travelling Conveyance		
Travelling Expenses	43.84	9.00
Legal and Professional Charges		
Consultancy Charges	21.02	16.83
Legal and Profession Expenses	31.71	2.89
Insurance Expenses		
Insurance Expenses	14.33	8.60
Donations Subscriptions		
CSR Expenses	38.00	0.00
Safety and Security Expenses		
Security Expense	16.54	13.17
Catering Canteen Expenses		
Canteen Expenses	26.61	9.53
Information Technology Expenses		
Computer Expenses	0.61	1.88
Internet Expenses	0.75	0.80
Software Renewal Charges	17.42	0.00
Subscriptions, Membership Fees		
Membership Fees	0.43	0.25
Registration and Filing Fees		
Roc Expenses	21.36	0.16
Other Administrative and General Expenses		
Accomodation Expenses	7.68	0.84
Misc Expenses	8.89	5.67
Office Expenses	11.17	11.97
Testing & Analytical Charges	17.30	9.32
Registration Expenses	2.00	2.87
Calibration Charges	0.14	0.32
Designing Charges	12.26	1.36
Settlement Charges	2.99	8.00
Transmission Charges	1.52	1.25
Weighing Expenses	0.87	0.20
Application Fees	0.45	0.00

Notes to Standalone Financial Statements

For the year ended March 31, 2024

29. Other expenses (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Detention Charges	0.30	0.00
Discount	0.25	0.00
General & Special Penalty Charges	28.86	4.24
PF Administration Charges	0.47	0.00
Royalty Charges	703.87	0.00
Tender Fees	2.60	0.00
Written of Account	22.20	0.00
Late Payment Charges	0.00	5.53
Landfill Waste	0.00	0.24
Selling Distribution Expenses		
Advertising Promotional Expenses		
Advertisement Expenses	473.15	2.91
Other Selling Distribution Expenses		
Business Promotion Expenses	72.73	12.44
Export Shipment Charges	0.00	2.16
Other Expenses		
Interest on GST	0.98	7.41
Interest on Income Tax	48.20	13.85
Interest on TDS	0.75	0.20
Interest on TCS	0.00	0.03
	3,381.71	882.65

30. Prior Period items

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Prior Period Expenses		
Prior Period Expenses	(18.67)	(8.75)
	(18.67)	(8.75)

31. Tax expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current tax		
Income Tax Expense	1,220.08	417.23
Deferred Tax	7.60	5.12
	1,227.68	422.35

Notes to Standalone Financial Statements

For the year ended March 31, 2024

32. Earnings per equity share

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Earnings Per Equity Share		
Basic		
Basic EPS Before Extra-Ordinary Item	9.70	3.38
Diluted		
Diluted EPS Before Extra-Ordinary Item	9.70	3.38
Number of Shares used in computing EPS		
Basic	3,64,66,952	3,58,40,000
Diluted	3,64,66,952	3,58,40,000
Weighted Average Number of shares		
Number of Shares for basic EPS calculation		
Number of Shares Bought Back During Current Year	0	0
Number of Shares Issued During Current Year	1,41,60,000	0
Number of Bonus Shares Issued	1,68,00,000	0
Number of Shares Issued as Rights Issue	0	0
Number of Shares Split Up	1,79,20,000	0
Number of Reverse Share Split	0	0
Number of Share in beginning of the year	11,20,000	11,20,000

33. Operating leases

Premises

The Company has taken guest house on rent for accommodation of its fault rectification team, vehicles for the purpose of movement of its fault rectification team, machinery, premises located at Dabhasa, and its head office located at KP House, Surat under cancellable operating leases. Each renewal is at the option of lessee. There are no restrictions placed upon the Company by entering into these leases. The total rental expenses during the period is ₹342.43 lakhs (₹91.53 lakhs) debited in the statement of profit and loss.

34. Earning/(loss) per share

Basic and Dilutive Earnings per Share ("EPS") computed in accordance with Accounting Standard (AS) 20 'Earnings per Share'.

Particulars		2023-24	2023-23
Basic			
Profit after tax as per P & L Account before exceptional item (in ₹ lakhs)	A	3,539.05	1,211.66
Weighted Number of Equity shares outstanding during the period	B	3,64,66,952	3,58,40,000
Basic EPS (₹)	A/B	9.70	3.38
Diluted EPS (₹)	A/B	9.70	3.38

Since the Company has not issued any convertible preference shares or convertible debentures, the diluted EPS is same as that of Basic EPS.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

35. Segmental Reporting

The Company is operating in single geographical area i.e. Gujarat therefore, it is not identifiable as reportable geographical segment. The Company has engaged in business of galvanisation of structures as well as it is engaged in providing services of fault rectification team, Patrolling of Optical Fiber Cables, Site Clearance Work, Solar Roof-top installation, Sale of solar electricity, EPC, Mobile tower Manufacturing and Turnkey Service Provider to Mobile and Renewable Energy Industry. Therefore, there can be different segments identifiable on the basis of business activities. However, as per the financial records the total external revenue of the Company is ₹34,904.86 lakhs whereas the total revenue from the sale of services is ₹2,165.12 lakhs. Thus, the revenue from the sale of services is less than 10% of the total revenue of both the segments. Further as per the financial data and other information available, the net result of sales of services is also less than 10% of the total result of both the products. Hence the sale of services is not identifiable as reportable business segment in view of the provisions of para 27 to 29 of AS-17, "Segment Reporting". Therefore, no segment reporting is given.

36. Related Party Disclosures

a. List of related parties and nature of relationships where control exists:

KPZon Energia Private Limited – Subsidiary Company.

b. Other related parties with whom transactions have taken place during the year:

i) Entities where Key Management Personnel (KMP)/relatives of key management personnel (RKMP) have significant influence:

- KPI Green Energy Limited
- K.P. Energy Limited
- KP Human Development Foundation
- KP Sor-Urja Limited
- KPARK Sunbeat private Limited
- KPEV Charging Private Limited
- KPGENIX Sunray Private Limited
- KPIG Renewables Private Limited

- Quyosh Energia Private Limited
- KPIG Energia Private Limited
- Sun Drops Energia Private Limited
- Renewable Minds LLP
- KPI Green OMS Private Limited
- KP Energy OMS Limited
- Faaiz Money Changer Private Limited

ii) Key Management Personnel:

- Farukbhai Gulambhai Patel – Chairman & Director
- Indu Gupta Rao – Independent Director (Appointed as director w.e.f 27/12/2023)
- Surender Kumar Negi – Independent Director (Appointed as director w.e.f 06/12/2023)
- Ekta Aagam Sanghavi – Independent Director (Appointed as director w.e.f 06/12/2023)
- Muinulhaque Iqbalhusen Kadva - WTD (Appointed as Whole-Time Director w.e.f 06/12/2023)
- Amitkumar Subhashchandra Khandelwal – Non-Executive Director (Appointed as director w.e.f 06/12/2023)
- Pravinkumar Singh – CFO (Appointed as CFO w.e.f 06/12/2023)
- Tejpalsingh Jagatsingh Bisht – Independent Director (Appointed as director w.e.f 07/12/2023)
- Hassan Faruk Patel – Non-Executive Director (Appointed as director w.e.f 07/12/2023)

iii) Relatives of key management personnel:

- Rashida Gulam Patel
- Vahidabanu Faruk Patel
- Affan Faruk Patel
- Zuveriyah Muinulhaque Kadva
- Gulam Mahmad Alibhai Patel
- Aayesha Faruk Patel
- Mohammad Ali Faruk Patel
- Umar Faruk Patel
- Zara Faruk Patel

Notes to Standalone Financial Statements

For the year ended March 31, 2024

c. Status of outstanding balances of Holding Company as at March 31, 2024 (March 31, 2023):

(in ₹ lakhs)

Particulars	Subsidiaries	Entities where KMP/RKMP has significant influence	KMP	RKMP
Advances Given for Purchase of Property	NIL (NIL)	NIL (NIL)	294.50 (60.00)	91.25 (86.25)
Advances Received for Sale of Property	NIL (NIL)	NIL (149.00)	NIL (NIL)	NIL (NIL)
Sundry Debtors	NIL (NIL)	3,878.68 (162.42)	NIL (NIL)	NIL (NIL)
Advance From Customer	NIL (NIL)	4,378.56 (1,469.73)	NIL (NIL)	NIL (NIL)
Loans taken	NIL (NIL)	NIL (NIL)	214.73 (34.01)	NIL (NIL)
Salary Payable	NIL (NIL)	NIL (NIL)	2.51 (4.61)	5.11 (6.82)
Advance to Employee	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (5.38)
Investment in subsidiary	0.75 (0.75)	NIL (NIL)	NIL (NIL)	NIL (NIL)
Creditor	NIL (NIL)	NIL (NIL)	245.49 (NIL)	NIL (NIL)

- Directors and relatives of directors have given their various properties as collateral securities in various loans obtained by the Company.
- Directors and relatives of directors have given their personal guarantees in various loans obtained by the Company.

d. Disclosure of significant transactions with related parties during the year:

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
Sales	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	4,811.85	385.33
	Entities where KMP/ RKMP has significant influence	K.P. Energy Limited	2,445.70	866.48
	Entities where KMP/ RKMP has significant influence	KPIG Energia Private Limited	223.55	0.27
	Entities where KMP/ RKMP has significant influence	Sun Drops Energia Private Limited	1,368.90	180.65
	Entities where KMP/ RKMP has significant influence	Renewable Minds LLP	266.55	-

Notes to Standalone Financial Statements

For the year ended March 31, 2024

d. Disclosure of significant transactions with related parties during the year: (Contd.)

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
	Entities where KMP/ RKMP has significant influence	KPARK Sunbeat Private Limited	1,493.93	-
	Entities where KMP/ RKMP has significant influence	Faaiz Money Changer Private Limited	216.60	-
Purchase	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	230.29	6.94
	Entities where KMP/ RKMP has significant influence	K.P. Energy Limited	12.8	-
Advance repaid	Entities where KMP/ RKMP has significant influence	KPIG Energia Private Limited	149.00	101.00
Loans Repaid	KMP	Farukbhai Gulambhai Patel	-	86.02
	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	-	3,161.20
Loans taken	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	-	2,701.16
	KMP	Farukbhai Gulambhai Patel	200	0.75
Loan Given	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	1,586.74	-
Loans received back	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	1,586.74	-
Advance From Customer	Entities where KMP/ RKMP has significant influence	Quyosh Energia Private Limited	-	50.00
	Entities where KMP/ RKMP has significant influence	Faaiz Money Changer Private Limited	-	100.00
Advance Returned to Customer	Entities where KMP/ RKMP has significant influence	KPARK Sunbeat Private Limited	-	30.00
	Entities where KMP/ RKMP has significant influence	KP Sor-Urja Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	KPEV Charging Private Limited	-	80.00

Notes to Standalone Financial Statements

For the year ended March 31, 2024

d. Disclosure of significant transactions with related parties during the year: (Contd.)

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
	Entities where KMP/ RKMP has significant influence	KPGENIX Sunray Private Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	KPIG Renewables Private Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	Quyosh Energia Private Limited	-	130.00
Advance Given for Property	KMP	Farukbhai Gulambhai Patel	260	25.00
	KMP	Hassan Faruk Patel	9.5	-
	RKMP	Aayesha Faruk Patel	5	-
Salary	RKMP	Affan Farukbhai Patel	7.94	7.99
	RKMP	Rashida Gulam Patel	9.66	-
	KMP	Rashida Gulam Patel	-	7.04
	RKMP	Zuveriyah Muinulhaque Kadva	6.68	5.34
	KMP	Farukbhai Gulambhai Patel	28.66	16.18
	RKMP	Aayesha Faruk Patel	7.93	10.67
	RKMP	Vahidabanu Faruk Patel	9.23	-
	KMP	Vahidabanu Faruk Patel	-	7.20
	KMP	Muinulhaque Iqbalhusen Kadva	32.30	-
	RKMP	Muinulhaque Iqbalhusen Kadva	-	24.63
	KMP	Hasan Faruk Patel	5.86	-
	Interest Expense	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	27.62
Royalty	KMP	Farukbhai Gulambhai Patel	703.87	-
CSR Expense	Entities where KMP/ RKMP has significant influence	KP Human Development Foundation	38.00	-
Other Income	KMP	Farukbhai Gulambhai Patel	-	0.11

Notes to Standalone Financial Statements

For the year ended March 31, 2024

37. Cash Flow Statement:

Cash flows are reported using the indirect method, whereby net profits before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

38. Based on the information available with the Company, the Company has total dues of ₹1455.04 lakhs (₹175.78 lakhs) as on March 31, 2024 (March 31, 2023) to MSMEs registered under the Micro, Small and medium Enterprises Development Act, 2006. Out of the same ₹73.11 lakhs (₹0.93 lakhs) are outstanding at the year-end for more than 45 days on which interest has not been provided as prescribed under MSME Act, 2006.

39. Disclosure required U/S. 186(4) of The Companies Act, 2013

For details of loans and guarantees given to and given by related parties, refer Note no. 36.

For details of securities provided by the related parties, refer Note No. 5 & 36.

40. Defined Contribution Plan

Defined Benefit Plans/Obligation (DBO):

The Company operates a defined benefit plan (the Gratuity plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment.

The Company has a defined benefit gratuity plan (unfunded) and is governed by the Payment of Gratuity Act, 1972. Under the Act, every employee who has completed at least five years of service is entitled to gratuity benefits on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded.

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
1. Data Summary		
Number of employees (Absolute numbers)	116	70
Total Monthly Salary	31.09	14.26
Average Salary	0.27	0.20
Average Age	35.27 Years	37.39 Years
Average Past Service	2.70 Years	4.07 Years
2. Valuation Results		
Discontinuance Liability	68.12	47.11
Defined Benefit Obligation	57.44	41.80
Funding Status	Unfunded	Unfunded
Fund Balance	N.A.	N.A.
Current Liability	10.86	7.18
Non-Current Liability	46.58	34.62
*The average expected future service is 10.00 years.		
3. Recognised in Balance Sheet		
Current Liability	10.86	7.18
Non-Current Liability	46.58	34.62
Liability recognized in balance sheet as at the end of the year	57.44	41.80

Notes to Standalone Financial Statements

For the year ended March 31, 2024

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
4. Debited in Profit & Loss Account		
Opening Balance	41.80	84.29
Closing Balance	57.44	41.80
Net Gratuity cost in statement of Profit and Loss account	15.64	42.49
5. Actuarial Assumptions		
Discount Rate (per annum)	7.19%	7.44%
Annual Increase in Salary Cost	7%	7%
Mortality Rate During employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)
Attrition Rate	For service 4 years and below 15.00% p.a. For service 5 years and above 4.00% p.a.	For service 4 years and below 15.00% p.a. For service 5 years and above 4.00% p.a.

Sensitivity Analysis:

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

Assumptions	change in DBO
Delta Effect of +1.00% Change in Rate of Discounting	₹(4,69,039)
Delta Effect of -1.00% Change in Rate of Discounting	₹5,56,815
Delta Effect of +1.00% Change in Rate of Salary Increase	₹3,81,606
Delta Effect of -1.00% Change in Rate of Salary Increase	₹(3,84,442)
Delta Effect of +1.00% Change in Rate of Employee Turnover	₹51,637
Delta Effect of -1.00% Change in Rate of Employee Turnover	₹(64,591)

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the Defined Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet.

There is no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

41. The Provisions of CSR Section 135 of the Companies Act, 2013 related to Corporate Social Responsibility are applicable to the Holding Company. The disclosure in respect of Corporate Social Responsibility (CSR) is as follows:

Particulars	(in ₹ lakhs)
	FY 2023-24
Amount Required to be spent by the Holding Company	16.71
Amount of expenditure incurred	38.00
Shortfall at the end of the previous year	NIL
Total of previous years shortfall	NIL
Reason for shortfall	NA
Contribution to a Section 8 Company controlled by the promoter of the holding Company in relation to CSR Expenditure	38.00

The contribution to a Section 8 Company controlled by the Company has been used for following activities:

- i. Promoting Education.
- ii. Promoting health care including preventive health care.
- iii. Setting up homes and hostels for women and orphans.
- iv. Setting up old age homes, day care centers and such other facilities for senior citizens.
- v. Welfare of the schedule caste, tribes, other backward classes, minorities and women.

42. The Code on Social Security, 2020

The Code on Social Security 2020 ('Code') has been notified in the Official Gazette on September 29, 2020. The Code is not yet effective and related rules are yet to be notified. Impact if any of the change will be assessed and recognized in the period in which the said Code becomes effective and the rules framed thereunder are notified.

43. Contingent Liabilities

The Company has not provided for any contingent liability in Standalone Financial Statements.

The Company has paid advance for property of ₹547.25 lakhs to Mukesh Engineering Industries during FY16 and FY17 and due to the dispute with the party, the Company

has filed arbitration and as per the arbitration award dated September 17, 2019 the said party was required to pay this amount along with interest thereon as awarded by the arbitrator. Presently the matter has been litigated and pending before Hon'ble Gujarat High Court.

44. Additional information pursuant to the provisions of Schedule III of The Companies Act, 2013

a. Title deeds of Immovable Property not held in name of the Holding Company:

During the year, the Company has not owned any immovable properties whose title deeds are not held in the name of the Company.

b. During the year, Holding Company has not revalued any Property, Plant and Equipment.

c. Details of Benami Property held and the proceedings under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder:

During the year, there is no such proceedings have been initiated or pending as on the date of balance sheet, against the Holding Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

d. Borrowings on security of current asset:

The Company has been sanctioned working capital limits in excess of five crores rupees in aggregate from banks and financial institutions on the basis of security of current assets of the Company. The quarterly returns/statements filed by the Company with such banks/financial institutions in respect of gross value of primary securities, are in agreement with the books of accounts of the Company except for the quarter ended on December 31, 2023 and the details of which are as follows along with the reconciliation.

The Company has not submitted the stock and book debt statement for the quarter ended on March 31, 2024 to the bank till the signing of this report.

Particulars	Amount as per books (₹ in lakhs)	Amount as per Stock Statement submitted to bank (₹ in lakhs)	Difference (₹ in lakhs)	Reconciliation and reason for variation														
Stock at on December 31, 2023	2,253.31	1,289.05	964.26	The difference is due to the stock being in transit as on December 31, 2023.														
Book debts as on December 31, 2023	10,870.88	4,793.83	6,077.05	The difference is due to the following amounts included in Debtors in books of account but while submitting the details to the bank the same were excluded since the bank did not consider these debtors for calculation of drawing power.														
				<table border="1"> <thead> <tr> <th>Particulars</th> <th>Amount in lakhs</th> </tr> </thead> <tbody> <tr> <td>Unbilled Debtors</td> <td>1,745.63</td> </tr> <tr> <td>Related Party - Debtors</td> <td>1,964.99</td> </tr> <tr> <td>Debtors above 90 Days</td> <td>154.91</td> </tr> <tr> <td>Common debtor/creditor relation</td> <td>2,041.25</td> </tr> <tr> <td>Debtors less than threshold limit reporting</td> <td>170.27</td> </tr> <tr> <td>Total</td> <td>6,077.05</td> </tr> </tbody> </table>	Particulars	Amount in lakhs	Unbilled Debtors	1,745.63	Related Party - Debtors	1,964.99	Debtors above 90 Days	154.91	Common debtor/creditor relation	2,041.25	Debtors less than threshold limit reporting	170.27	Total	6,077.05
Particulars	Amount in lakhs																	
Unbilled Debtors	1,745.63																	
Related Party - Debtors	1,964.99																	
Debtors above 90 Days	154.91																	
Common debtor/creditor relation	2,041.25																	
Debtors less than threshold limit reporting	170.27																	
Total	6,077.05																	

e. During the year, none of the companies of the Group was declared as wilful defaulter by any bank or financial Institution or other lender.

f. Based on the information available with the companies, there are no transactions with struck off companies.

g. Registration of charges or satisfaction with Registrar of Companies:

All the charges or satisfactions are duly registered with registrar of companies.

h. The Company has one subsidiary in India. As per the provisions of the proviso the sub-rule (1) of the Companies (Restriction on number of Layers) Rules, 2017 (as amended), and accordingly, the Company is in compliance with the number of layers as prescribed under the provisions of the clause (87) of Section 2 of the Companies Act, 2013.

i. The Company does not have any such transactions which are not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 (such as search or survey or any other relevant provisions of The Income Tax Act, 1961).

Notes to Standalone Financial Statements

For the year ended March 31, 2024

j. Financial Ratios:

Sr. No.	Ratio	Numerator Denominator	As at March 31,		% of Variance	Reasons for Variance in Excess of 25%
			2024	2023		
A.	Current Ratio (In times)	Current assets (As per Balance sheet) Inventories + Trade Receivables + Cash and Cash Equivalents + Short-term Loans and advances + other current assets <hr/> Current Liabilities (As per Balance sheet) Short-term borrowings + trade payables + Other current liabilities + Short term provisions	2.90	1.25	131.71	Increase is due to the fact that there is increase in current assets in current year as compared to last year.
B.	Debt - Equity Ratio (In times)	Total Debts (As per Balance sheet) Total Long-Term Borrowings + Total Short Term Borrowings <hr/> Shareholder's Equity (As per Balance sheet) Paid up Share Capital + Reserves and surplus	0.14	0.54	-74.63	Decrease is due to the fact that in current year the shareholder's equity is increased as compared to last year due to the IPO.
C.	Debt Service Coverage Ratio (In times)	Profit before Exceptional items and Tax + Interest Expense + Depreciation and amortization - Current Tax expense <hr/> Interest Expense + Principal repayment of long term debt	4.09	3.22	27.13	Increase is due to the fact that there is significant increase in profit during the period as compared to last year.
D.	Return on Equity Ratio (in %)	Profit after Tax <hr/> Shareholder's fund	13.27	37.08	-64.22	Decrease is due to the fact that during the current period there is increase the shareholder's fund due to IPO.
E.	Inventory T/O Ratio (in times)	Cost of Goods Sold (Opening Stock of Inventory + Purchases + Direct Expenses - Closing Inventory) <hr/> Average inventory ((Opening Inventory + Closing Inventory)/(2))	5.91	2.35	151.16	Increase is mainly due to increase in purchase which is higher as compared to increase in average inventory in current year as compared to last year.
F.	Trade Receivable T/O Ratio (in Days)	Average Trade receivable * 365 days ((Opening trade receivable + Closing trade Receivable)/(2)) <hr/> Gross Sales (Revenue from operations from Profit & Loss Account)	78.91	64.13	23.04	Since the variance in the ratio is less than 25%, reasons for change is not given.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

j. Financial Ratios: (Contd.)

Sr. No.	Ratio	Numerator Denominator	As at March 31,		% of Variance	Reasons for Variance in Excess of 25%
			2024	2023		
G.	Trade payable T/O Ratio (in Days)	Average Trade payable * 365 days ((Opening trade payable + Closing trade Payable)/(2) Gross Purchases	40.23	32.91	22.23	Since the variance in the ratio is less than 25%, reasons for change is not given.
H.	Net Capital T/O Ratio (In times)	Revenue from operations (from profit and loss account) Working Capital (Current Assets as per Balance sheet - Current Liabilities excluding current maturity of long term debts)	1.43	7.30	-80.36	Decrease is mainly due to increase in working capital in current year as compared to last year.
I.	Net Profit Ratio (in %)	Profit after Tax Revenue from Operations	10.14	10.61	-4.44	Since the variance in the ratio is less than 25%, reasons for change is not given.
J.	Return on capital Employed (in %)	Profit before tax and Exceptional and extraordinary items + Interest expense Average Capital Employed (Shareholder's equity + Total Debt - Deferred tax Assets)	29.06	42.90	-32.28	Decrease is mainly due to the increase in average capital employed in current year as compared to last year.
K.	Return on Investment (in %)	Dividend Income + Interest Income Average (Investments + Fixed Deposits)	0.72	5.25	-86.21	Decrease is due to sudden increase in investment through FD, because of IPO Proceeds in the month of March 2024.

k. During the year, no scheme of Arrangements has been approved by the Competent Authority in terms of Sections 230 to 237 of the Companies Act, 2013.

- l. A) No funds 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(s) or entity(ies), including foreign entities ("intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).
- B) The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

m. Value of imports calculated on CIF basis:

Particulars	March 31, 2024	March 31, 2023
Raw Materials & Components	NIL	NIL
Stores and Spares	NIL	NIL
Capital Goods	NIL	NIL

n. Expenditure in Foreign Currency (Accrual Basis):

Particulars	March 31, 2024	March 31, 2023
Expenses debited in the statement of Profit & Loss	NIL	NIL

o. Imported and Indigenous raw materials, components and spare parts consumed:

Particulars	March 31, 2024		March 31, 2023	
	Amount	%	Amount	%
Imported	NIL	0.00	NIL	0.00
Indigenous	25,816.68	100.00	8,008.81	100.00

(in ₹ lakhs)

p. Earning in Foreign Currency (accrual basis):

Particulars	March 31, 2024	March 31, 2023
FOB value of exports	NIL	14.93

(in ₹ lakhs)

q. Director's Remuneration:

Particulars	March 31, 2024	March 31, 2023
Directors' Remuneration	66.75	30.42

(in ₹ lakhs)

r. Auditor's Remuneration:

Particulars	March 31, 2024	March 31, 2023
Statutory Audit	8.90	12.72
GST consultations	-	0.90
Total	8.90	13.62

(in ₹ lakhs)

s. Undisclosed Income:

During the year, there are no transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income in the Tax Assessment under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

t. Details of Crypto Currency or Virtual Currency:

During the year, the Group has not traded or invested in any Crypto Currency or Virtual Currency and hence not applicable.

Notes to Standalone Financial Statements

For the year ended March 31, 2024

45. Events occurring after the Balance sheet date

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to approval of the Standalone Financial Statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the Standalone Financial Statements. As of April 19, 2024, there are no subsequent events to be recognized or reported except disclosed above in the relevant notes.

46. Approval of the Standalone Financial Statements

The Standalone Financial Statements were approved for issue by the Board of Directors on April 19, 2024.

47. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting policies. (GAAP)

48. The previous year's figures have been regrouped or reclassified wherever necessary to confirm with the current year's presentation.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFT6297

**Farukbhai
Gulambhai Patel**
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary

Independent Auditors' Report

To the members of KP Green Engineering Limited

(formerly known as K P Buildcon Private Limited)

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **KP Green Engineering Limited (formerly known as K P Buildcon Private Limited)** ("the Holding Company"), its subsidiary (the Holding Company and its Subsidiary together referred to as "the Group"), its associates and joint ventures comprising of the consolidated Balance Sheet as at March 31, 2024, the consolidated statement of profit and loss and the consolidated statement of cash flows for the year then ended, and the notes to the Consolidated Financial Statements, including a summary of the significant accounting policies and other explanatory information. (Hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under Section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006 and other accounting

principles generally accepted in India, of the state of affairs of the Holding Company as at March 31, 2024 and profit for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the companies Act, 2013. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements Section of our report. We are independent of the Holding Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements' Section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the Consolidated Financial Statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Consolidated Financial Statements.

Sr. No.	Key Audit Matters	How the matter was addressed in our audit
1.	<p>Evaluation of procedure for recognizing the revenue from operations:</p> <p>The holding Company has adopted the procedure for recognizing the revenue from operations once the finished product has been manufactured as per the purchase order issued by the customers and the same is dispatched with transfer of all the rights, title and interest in the said finished product to the respective customer and the invoice to the said effect is raised.</p>	<p>We have obtained the audit evidences in form of the PO received by the holding Company from respective customers, E-invoice raised by the holding Company along with the E-way bill. We have obtained the GST data in the form of GST returns for outward supply filed by the holding Company on monthly basis and available on GSTIN portal. We have also obtained the information in respect of the Raw materials consumed in manufacturing the said product from the internal records maintained</p>

Sr. No.	Key Audit Matters	How the matter was addressed in our audit
2.	Evaluation of Property Plant & Equipment: The Holding Company has adopted the procedure to recognise the item under PPE by identifying the particular item to be capitalized and accordingly to cover the same under Property, plant and Equipment. The holding Company has adopted the procedure to identify all related costs incurred in respect of the said item to be covered under Property, Plant and Equipment along with the recording of the same in the fixed asset register maintained by the holding Company.	<p>by the holding Company to ascertain the manufacturing of the finished product which is sold. Moreover, during the course of the audit we have obtained the external confirmation from various customers to cross verify the actual sales made by the holding Company to the respective customer and recognition of revenue has been made accordingly.</p> <p>We have obtained and verified the relevant evidences for acquiring the goods to be classified under Property, Plant and Equipment along with the related purchase orders issued and contracts entered into by the holding Company with respective vendors for acquiring or constructing the Property, Plant and Equipment with its actual date of use for its intended purpose. We have obtained the records in respect of the recording and classifying the said item under respective block (group) of the Property, Plant and Equipment. We have obtained the information and relevant documents from the management regarding the determination and estimation of useful life of the said asset.</p>

Other Information

The Holding Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the holding Company's annual report, management discussion and analysis, Board's report including Annexures to Board's report but does not include the Consolidated Financial Statements and our auditors' report thereon.

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated/inconsistent.

If, based on the work we have performed, we conclude that there is material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Director's Responsibility for the Consolidated Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the financial position, financial performance of the Holding Company in accordance with

the Accounting Standards specified under Section 133 of the Act and other accounting principles generally accepted in India. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Holding Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors'

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 Consolidated 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 Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 Holding Company has adequate internal financial controls with reference to Consolidated 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 in the Consolidated Financial Statements made by management and the Board of Directors.
- Conclude on the appropriateness of management 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 ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Consolidated 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 auditors' report. However, future events or conditions may cause the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 we give in the "Annexure-A", a statement on the matters specified in the paragraph 3 (xxi) of the Order.
2. (A) As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law relating to the preparation of the aforesaid consolidation of the financial statements have been kept so far as appears from our examination of those books;
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are

- in agreement with books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
- d. In our opinion, the aforesaid Consolidated 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 of the group as on March 31, 2024, taken on record by the Board of Directors of the group, none of the directors of the group are disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act; and
- f. With respect to the adequacy of the internal financial controls over financial reporting of the group and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding Company's internal financial controls over financial reporting.
- (B) With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act:
- In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
- The remuneration paid to any director is not in excess of the limits laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.
- (C) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
1. The Holding Company has disclosed the impact of pending litigations as at March 31, 2024 on its financial position in its Consolidated Financial Statements - Refer Note No. 43 to the Consolidated Financial Statements;
 2. The Group did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
 3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Group, if any;
 4.
 - a) The Respective Management of the group has represented that, to the best of its knowledge and belief, to the Consolidated Financial Statements, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Group to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Group from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Group shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

5. During the year, the Group has not declared or paid any dividend in contravention of the provisions of Section 123 of the Companies Act, 2013;
6. Based on our examination, which included test checks, the Company and its subsidiary incorporated in India have used accounting softwares for maintaining their respective 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 softwares. 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 **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Place: Surat
Date: April 19, 2024

Annexure A referred to in paragraph 1 under the heading Report on other legal and regulatory requirements of our report of even date.

Re: KP Green Engineering Limited (formerly known as K P Buildcon Private Limited)

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

XXI. There has been no qualification or adverse remarks by the auditors in the Companies (Auditors' Report) Order (CARO) reports of the companies included in the Consolidated Financial Statements. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Place: Surat
Date: April 19, 2024

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Annexure - B to the Auditors' Report

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

In conjunction with our audit of the Consolidated Financial Statements of KP Green Engineering Limited (Formerly known as K P Buildcon Private Limited) as of and for the year ended March 31, 2024, we have audited the internal financial controls with reference to Consolidated Financial Statements of the Holding Company and such companies incorporated in India under the Companies Act, 2013 which are its subsidiary companies (the Holding Company and its subsidiaries together referred to as "the Group") as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an

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

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

Meaning of Internal Financial Controls over Financial Reporting with reference to Consolidated Financial Statements

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

Inherent Limitations of Internal Financial Controls over Financial Reporting with reference to Consolidated Financial Statements

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

Opinion

In our opinion, the Group has, in all material respects, an adequate internal financial controls system over financial reporting with reference to Consolidated Financial Statements and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by Such Companies 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. However, we are of the opinion that the Group can make the Internal Controls on Financial Reporting more adequate and more effective considering the inherent risk and nature and size of the business activities carried out by the Group.

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 120846W/W100289

Place: Surat
Date: April 19, 2024

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212
1001, 1002, 1003, Rajhans Bonista,
Ram Chowk, Ghod Dod Road,
Surat-395007, Gujarat.

Consolidated Balance Sheet

As at March 31, 2024

(in ₹ lakhs)

Particulars	Note	As at March 31, 2024	As at March 31, 2023
Equity and Liabilities			
Shareholders' funds			
Share capital	3	2,500.00	112.00
Reserves and surplus	4	24,174.76	3,156.11
Money received against share warrants		-	-
		26,674.76	3,268.11
Share application money pending allotment			
Minority Interest	5	0.18	0.18
Non-current liabilities			
Long-term borrowings	6	1,820.41	471.65
Deferred tax liabilities (Net)	7	161.67	154.07
Other Long-term liabilities	8	73.24	63.95
Long-term provisions		-	-
		2,055.32	689.67
Current liabilities			
Short-term borrowings	9	1,840.93	1,296.52
Trade payables	10		
Total outstanding dues of micro enterprises and small enterprises		1,455.04	175.78
Total outstanding dues of creditors other than micro enterprises and small enterprises		3,567.19	833.92
Other current liabilities	11	5,067.74	2,805.66
Short-term provisions	12	709.66	407.16
		12,640.56	5,519.04
Total		41,370.82	9,477.00
Assets			
Non-current assets			
Property, Plant and Equipment and Intangible Assets			
Property, Plant and Equipment	13	2,658.69	1,960.13
Intangible assets	14	72.93	74.37
Capital work-in-progress	15	476.40	30.69
Intangible assets under development		-	-
		3,208.02	2,065.19
Non-current investments		-	-
Deferred tax assets (Net)		-	-
Long-term loans and advances	16	1,205.54	358.79
Other Non-Current Assets	17	288.00	142.66
		4,701.57	2,566.65
Current assets			
Current investments		-	-
Inventories	18	5,317.98	3,770.43
Trade receivables	19	12,888.99	2,202.73
Cash and cash equivalents	20	16,206.90	355.01
Short-term loans and advances	21	2,248.78	578.45
Other current assets	22	6.60	3.74
		36,669.25	6,910.35
Total		41,370.82	9,477.00

See accompanying notes to Consolidated Financial Statements which form an integral part of Financial Statements.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCFW1212

Place: Surat
Date: April 19, 2024

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Farukbhai Gulambhai Patel
Chairman & Director
DIN: 00414045

Pravinkumar Singh
Chief Financial Officer

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Saurabh Sharma
Company Secretary

Consolidated Statement of Profit and Loss

For the year ended March 31, 2024

(In ₹ lakhs except earning per share)

Particulars	Note	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue from operations	23	34,904.86	11,420.89
Other income	24	292.20	57.62
Total Income		35,197.05	11,478.50
Expenses			
Cost of materials consumed	25	25,816.68	8,008.81
Purchases of Stock-in-Trade		-	-
Changes in inventories of finished goods		-	-
Work-in-progress and Stock-in-trade		-	-
Employee benefits expense	26	581.83	446.42
Finance costs	27	448.35	346.42
Depreciation and amortization expense	28	183.07	151.32
Other expenses	29	3,381.71	882.84
Total expenses		30,411.64	9,835.80
Profit before exceptional, extraordinary and prior period items and tax		4,785.41	1,642.70
Exceptional items		-	-
Profit before extraordinary and prior period items and tax		4,785.41	1,642.70
Extraordinary Items		-	-
Profit before prior period items and tax		4,785.41	1,642.70
Prior Period Items	30	(18.67)	(8.75)
Profit before tax		4,766.73	1,633.96
Tax expense:	31		
Current tax		1,220.08	417.23
Deferred tax		7.60	5.07
Profit/(loss) for the period from continuing operations		3,539.05	1,211.66
Profit/(loss) from discontinuing operations		-	-
Tax expense of discontinuing operations		-	-
Profit/(loss) from Discontinuing operations (after tax)		-	-
Profit/(loss) for the period		3539.05	1211.66
Profit attributable to			
Owners of the Company		3,539.05	1211.69
Minority Interest		*(0.00)	(0.03)
Profit/(loss) for the period		3,539.05	1,211.66
Earnings per equity share:	32		
Basic		9.70	3.38
Diluted		9.70	3.38

* denotes amount less than ₹ one thousand.

See accompanying notes to Consolidated Financial Statements which form an integral part of Financial Statements.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212

**Farukbhai
Gulambhai Patel**
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary

Consolidated Cash Flow Statement

For the year ended March 31, 2024

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash flow from operating activities		
Profit/(loss) before tax and exceptional items	4,766.73	1,633.96
Adjustments for		
Depreciation	183.07	151.32
Interest Expense	372.07	367.90
Loss/(Profit) on sale of Fixed Assets	(3.32)	0.00
Other adjustment for consolidation	0.00	0.08
Government grant received	(2.67)	(2.67)
Operating profit/(loss) before working capital change	5,315.87	2,150.58
Movements in working capital		
(Increase)/decrease in inventories	(1,547.55)	(397.76)
(Increase)/decrease in sundry debtors	(10,686.26)	(392.25)
(Increase)/decrease in short term and long term advances and loans	(2,517.09)	(305.94)
(Increase)/decrease in other current assets	(2.86)	470.46
(Increase)/decrease in other non-current assets	(145.34)	(110.47)
(decrease)/increase in trade payables	4012.53	503.30
(decrease)/increase in other current liabilities	2262.08	(631.41)
(decrease)/increase in short term provision and long term provision	15.64	38.67
Cash (used in)/generated from operating activities	(3,292.98)	1,325.19
Direct tax paid, net	(921.27)	(139.34)
Net cash (used in)/generated from operating activities (A)	(4,214.24)	1,185.85
Cash flow from investing activities		
Payment for purchase of fixed asset including capital work in progress	(1,331.71)	(539.67)
Proceeds from sale of fixed assets	9.14	0.00
Government grant on fixed assets	0.00	0.00
Investment in subsidiary	0.00	0.00
Net cash (used in)/generated from investing activities (B)	(1,322.57)	(539.67)
Cash flow from financing activities		
Proceeds from issuance of share capital with securities premium	20,030.40	0.00
Expenses related to initial public offer	(162.80)	0.00
Share application money pending for allotment	0.00	0.00
Proceeds/(repayment) from short term borrowings, net	544.41	6.52
Proceeds/(repayment) from long term borrowings, net	1,348.76	(250.68)
Interest Paid	(372.07)	(367.90)
Net cash (used in)/generated from financing activities (C)	21,388.70	(612.06)
Net Increase/(decrease) in cash and cash equivalent (A+B+C)	15,851.89	34.13
Cash and cash equivalent at the beginning of the year	355.01	320.88
Cash and cash equivalent at the end of the year	16,206.90	355.01

Consolidated Cash Flow Statement (Contd.)

For the year ended March 31, 2024

Notes:

1. The figures in brackets represent outflows.
2. Previous period's figures have been regrouped/reclassified, wherever necessary, to confirm to current year presentation.
3. Adjument for consolidation was considered opening networth less deferred tax of subsidiary Company less current year investment.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212

**Farukbhai
Gulambhai Patel**
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

1. Corporate Information:

KP GREEN ENGINEERING LIMITED (formerly known as K P Buildcon Private Limited) ("the Holding Company") was incorporated on July 10, 2001 as a Private Limited Company domiciled in India and its subsidiary (the Holding Company and its Subsidiaries together referred to as "the Group") was incorporated on November 29, 2021. During the year under reporting, the holding Company listed its securities on BSE SME platform with effect from March 22, 2024. The Holding Company is primarily engaged in Fabrication, Galvanizing, Fault Rectification Team, Patrolling of Optical Fiber Cables, Site Clearance Work, Solar Roof-top installation, Sale of solar electricity, EPC, Mobile tower Manufacturing and Turnkey Service Provider to Mobile and Renewable Energy Industry.

2. Summary of Significant Accounting Policies:

(i) Basis of preparation of Consolidated Financial Statements:

These Consolidated Financial Statements of the Group have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The Consolidated Financial Statements have been prepared under the historical cost convention on accrual basis, except in case of assets for which provision for impairment for certain financial instruments which are measured at fair value.

All amounts included in the Consolidated Financial Statements are reported in lakhs and 2 decimals thereof in Indian Rupees except for Number of shares and EPS wherever disclosed in these Consolidated Financial Statements.

(ii) Presentation and disclosure of Consolidated Financial Statements:

During the year end March 31, 2024, the Group has presented the Consolidated Financial Statements as per the Schedule III notified under the Companies Act, 2013. The statement of Cash Flows has been prepared and presented as per requirements of AS 3 "Cash Flow Statements". The disclosure requirements with respect to items in the Balance sheet and Profit & Loss Account, as prescribed in Schedule III of the Act are presented by way of notes forming part of the Consolidated Financial Statements. The holding Company has also reclassified the previous figures in accordance with the requirements applicable in the current year.

Accounting policies have been consistently applied from year-on-year basis.

(iii) Principles of Consolidation:

The Consolidated Financial Statements of the Group are prepared in accordance with Accounting Standard 21 - 'Consolidated Financial Statements', Accounting Standard 23 - 'Accounting for Investments in Associates in Consolidated Financial Statements' as notified by the Rules.

The Consolidated Financial Statements are presented, to the extent possible, in the same format as that adopted by the Holding Company for its Consolidated Financial Statements.

Subsidiary:

Subsidiary incorporated in India is fully consolidated from the date of acquisition, being the date on which the Holding Company obtains control, and continue to be consolidated until the date that such control ceases.

The financial statements of the Holding Company and its subsidiary have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra group balances and intra group transactions to the extent the information is available on such transactions. The unrealised profits or losses resulting from the intra group transactions and intra group balances have been eliminated to the extent the information is available on such transactions.

The excess of the cost to the Holding Company of its investment in the subsidiary over the Holding Company's portion of equity on the acquisition date is recognised in the financial statements as goodwill and is tested for impairment annually. The excess of Holding Company's portion of equity of the subsidiary over the cost of investment therein is treated as capital reserve.

The Holding Company's portion of the equity in the subsidiary at the date of acquisition is determined after realigning the material accounting policies of the subsidiary to that of the parent and the charge/(reversal) on account of realignment is adjusted to the accumulated reserves and surplus of the subsidiary at the date of acquisition.

The Consolidated Financial Statements are prepared using uniform accounting policies for like transactions and events in similar circumstances and necessary adjustments required for deviations, if any to the extent possible unless otherwise stated, are made in the Consolidated Financial Statements and are presented in the same manner as the Holding Company's Consolidated Financial Statements.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Share of minority interest in the net profit is adjusted against the income to arrive at the net income attributable to shareholders of the parent Holding Company. Minority interest's share of net assets is presented separately in the balance sheet.

If the losses attributable to the minority in a consolidated subsidiary exceed the minority's share in equity of the subsidiary, then the excess, and any further losses applicable to the minority, are adjusted against the Group's interest except to the extent that the minority has a binding obligation to, and is able to, make good the losses. If the subsidiary subsequently reports profits, all such profits are allocated to the Group's interest until the minority's share of losses previously absorbed by the Group has been adjusted.

A change in the ownership interest of a subsidiary, without a loss of control is accounted for as an equity transaction.

If the Group loses control over a subsidiary, it:

- a) derecognises the assets (including goodwill) and liabilities of the subsidiary;
- b) derecognises the carrying amount of any minority interest;
- c) derecognises the cumulative translation differences, recorded in foreign currency translation reserve;
- d) recognises the value of the consideration received;
- e) recognises the value of any investment retained;
- f) recognises any surplus or deficit in profit or loss.

These Consolidated Financial Statements do not contain the financial results of any foreign subsidiary Company since the group has no foreign subsidiary Company during the year under reporting.

Associates:

The Group's investment in its associate, if any is accounted for using the equity method. An associate is an entity in which the Group has significant influence.

Under the equity method, the investment in the associate is carried in the balance sheet at cost plus post acquisition changes in the Group's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. The statement of profit and loss reflects the share of the results of operations of the associate. Unrealised gains and losses resulting from transactions between the Group and the associate are eliminated to the extent of the interest in the associate.

After application of the equity method, the Group determines whether it is necessary to recognise decline, other than temporary, in the value of the Group's investment in its associates. The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case the Group calculates the amount of provision for diminution as the difference between the recoverable amount of the associate and its carrying value and recognises the amount in the statement of profit and loss.

(iv) Use of Estimates:

In the application of the Holding Company's accounting policies, management of the Holding Company is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the Consolidated Financial Statements.

(v) Property, Plant & Equipment:

Property, Plant & Equipment are carried at cost of acquisition and other applicable costs less accumulated depreciation and accumulated impairment loss, if any. The cost of fixed assets includes cost of acquisition plus, any freight, taxes, duties and other incidental expenses that are directly attributable to bring the assets to their working conditions for their intended use. Borrowing costs directly attributable to the qualifying assets are capitalized as part of the cost. The costs of internally generated assets comprise direct costs attributed to the generation of the assets.

Capital work-in-progress, if any comprises of the cost of fixed assets that are not yet ready for their intended use at the balance sheet date. Assets held for disposal, if any are stated at the lower of net book value and the estimated net realizable value.

When parts of the items of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to the property, plant and equipment is capitalized only when it is probable that future economic benefits associated with

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

these will flow to the Group and the cost of the item can be measured reliably.

Gain/loss arising from de-recognition/sale/disposal of fixed assets are measured as the difference between the net disposal/sale proceeds and the carrying amount of the assets and are recognized in the consolidated statement of profit or loss when the asset is derecognized/disclosed off.

Advances paid towards the acquisition of fixed assets, if any outstanding as of balance sheet date is disclosed under long term loans and advances.

No assets have been revalued during the year.

(vi) Intangible Assets:

Intangible assets are stated at the consideration paid for acquisition less accumulated amortization and accumulated impairment losses, if any.

(vii) Borrowing Costs:

Loan processing charges and interest expenses paid to Bank for CC facilities and Term Loans have been charged to revenue account since the same are not attributable to the acquisition of qualifying assets as per the requirements of AS 16.

Borrowing cost primarily includes interest and amortisation of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset.

(viii) Depreciation/Amortization:

Depreciation on tangible fixed assets is calculated on the Straight Line Method (SLM) based on the useful lives and residual values estimated by the management in accordance with Schedule II to the Companies Act, 2013. The identified components are depreciated separately over their useful lives; the remaining components are depreciated over the life of the principal asset.

Intangible assets, if any are amortized on basis of the economic benefits consumed by the group over the projected useful life and if the pattern of economic benefits cannot be identified reliably then the straight line method is used.

No assets have been revalued during the year.

The holding Company has used the following useful lives to provide depreciation on its tangible assets and intangible assets.

Type of assets	Useful lives (in years)
Factory Building	30
Office Building	60
Computers	03
Electrical Installation	10
Furniture and Fixtures	10
Motor vehicles and Heavy Vehicles	08
Vehicles (2 wheelers)	10
Office Equipment's	05
Plant and Machinery	15
Intangible Assets	10

(ix) Impairment of Tangible and Intangible Assets:

As per the estimates made by the management and as per the various assessments made by the management, there were no indicators whether internal or external (as provided in para 8 of AS 28) which has led to the impairment loss to any assets. Since there are no such indicators which suggest that the net value of the assets would fall significantly by passage of time and normal use, the Group has not provided for any impairment loss for any assets during the current financial period. The Group has chosen the "value in use" technique and as per the measurement of future cash flow, the management is of the opinion that the future cash flow and the terminal value of the assets would not be significantly less than the carrying value and hence no impairment for any assets has been provided for in the Consolidated financial statements.

No reversal of impairment loss has been recognized in the Consolidated Profit & loss Account.

Since the Group has not carried out the activities in segments, the impairment loss or reversal of the impairment loss has not been provided for the segments.

In the opinion of the Board of Directors and to the best of their knowledge and belief the aggregate value of the current assets, loans and advances on realization in the ordinary course of business, will not be less than the amount at which they are stated in the Consolidated Balance Sheet.

(x) Investments:

Investments which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by the issue of shares or other securities, the acquisition cost is the fair value of the securities issued.

Current investments are carried in the Consolidated Financial Statements at lower of cost and fair value determined in respect of each category of the investments. Long-term investments are carried at cost. However, provision for diminution in value, if any is made to recognise a decline other than temporary in the value of the investments.

On disposal of an investment, if any, the difference between its carrying amount and net disposal proceeds is charged or credited to the consolidated statement of profit and loss.

(xi) Government Grants and Subsidies:

Grants and subsidies from the government are recognised when there is reasonable assurance that:

- i. The Group will comply with the conditions attached to them; and
- ii. The grant/subsidy will be received.

When the grant or subsidy relates to revenue, it is recognised as income on a systematic basis in the consolidated statement of profit and loss over the periods necessary to match them with the related costs, which they are intended to compensate. Where the grant relates to an asset, it is recognised as deferred income and released to income in equal amounts over the expected useful life of the related asset.

During the FY 2021-22, holding Company has received the non-refundable government grant of ₹40,00,000/- on capital assets i.e., machinery. The said machinery was purchase in FY 2020-21. The management of the holding Company has decided to recognize the grant as deferred income, the same is recognized as income in the profit & loss account on systematic basis considering the useful life of the respective machinery. During the year management of holding Company has recognized the amount of proportionate deferred government grant to profit and loss account pertaining to FY 2023-24. Further, ₹26,66,667/- is recognized as non-current liability since the management of the holding Company has expected not to recognize this amount within next 12 months after end of the reporting period and ₹2,66,667/- is recognized as current liability which the holding Company has

expected to recognize within 12 months from the end of the reporting period.

(xii) Inventories:

Inventories are stated at the lower of cost and net realisable value by following weighted average method. Cost of Inventories comprises all cost of purchase and other cost incurred in bringing inventories to their present location and condition. Cost in case of work in progress is determined on the basis of the actual expenditure attributable to the said work till the end of the reporting period. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

(xiii) Revenue Recognition:

Revenue comprises sale of materials, service income and interest. Revenue is recognised to the extent it is probable that the economic benefits will flow to the Group and that the revenue can be reliably measured. The group collects Goods and Services Tax (GST) as applicable on behalf of the government and therefore, this is not economic benefits flowing to the Group. Hence, this is excluded from revenue.

Sales:

Revenue from sale is recognised in the Consolidated statement of profit and loss when the significant risks and rewards in respect of ownership of goods has been transferred to the buyer as per the terms of the respective sales order, and the income can be measured reliably and is expected to be received.

Revenue from sales of Services:

Contracts to patrolling the Optical Fibre Cables through various Fault Rectification Team (FRT) (turnkey service provider to mobile and renewable energy Industry) and Fabrication and Galvanizing work are recognised in the consolidated statement of profit and loss based on the proportion of service completed and invoice for that is raised.

Interest Income:

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

(xiv) GST:

GST credit available on purchase of materials, purchase of capital goods and input services is not charged to cost of material, capital goods and services. GST Credit availed is accounted by way of adjustment against GST payable on dispatch of finished goods & rendering of services.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

(xv) Retirement and other Employee Benefits:

Defined Contribution Plan:

All eligible employees of the holding Company are entitled to receive benefits under the provident fund, a defined contribution plan in which both the employee and the holding Company contribute monthly at a stipulated percentage of the covered employee's salary. Contributions are made to Employees Provident Fund Organization in respect of Provident Fund, Pension Fund and Employees Deposit Linked Insurance Scheme, as applicable at the prescribed rates and are charged to Statement of Profit and Loss at actuals. The holding Company has no liability for future provident fund benefits other than its annual contribution.

Defined Benefit Plan:

The Holding Company operates a defined benefit gratuity plan in India, which requires contributions to be made to a separately administered fund. However, the holding Company has not made any such contributions during the year. The cost of providing benefits under the defined benefit plan is based on an independent actuarial valuation carried out using the projected unit credit method. Actuarial gain/loss is directly credited/debited to the Profit and loss account. Net interest is calculated by applying the discount rate to the net defined benefit liability or asset.

(xvi) Foreign Exchange Transactions:

The Group has not entered into any Foreign Exchange Transactions during the year under consideration.

The Group has not entered into any forward exchange contracts during the year.

(xvii) Taxation:

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Group operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in the consolidated statement of profit and loss. The amount of current tax actually determined at the time of filing of IT return for the Assessment Year determined the final self-assessment tax liability and accordingly the group has reversed the excess provision of current tax charged to the consolidated statement of profit and loss in earlier period or made additional provision for current tax not charged to Consolidated statement of profit & loss, in current reporting period as the case may be.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date. Deferred income tax relating to items recognised directly in equity is recognised in equity and not in the consolidated statement of profit and loss.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the Group has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each reporting date, the Group re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Group writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority. Separate and detailed calculation of deferred tax is appended in these notes.

Minimum alternate tax (MAT) paid in a year is charged to the Consolidated statement of profit and loss as current tax. The Group recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Group will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Group recognises MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

profit and loss and shown as “MAT credit entitlement.” The Group reviews the “MAT credit entitlement” asset at each reporting date and writes down the asset to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period in future. Separate and detailed calculation of deferred tax is appended in these notes on accounts.

(xviii) Provisions and Contingent Liabilities, Contingent Assets:

A provision is recognised when the Group has a present obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and in respect of which a reliable estimate can be made of the amount of obligation. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the consolidated balance sheet date. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Provisions of various expenses are recognized in the Consolidated Financial Statements since there exists present obligations as a result of event and the expenses are accrued and incurred during the year. The opening balance of provisions is used during the year against the payments during the year. The closing balances of provisions are the expenses accrued during the year and provided.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Group does not recognise a contingent liability but discloses its existence in the Consolidated Financial Statements unless the possibility of an outflow is remote. A contingent asset is not recognized in the Consolidated Financial Statements and hence not disclosed.

(xix) Earnings/(loss) per share:

Basic earnings/(loss) per share are calculated by dividing the net profit/(loss) for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period are adjusted for any bonus shares issued during the year and also after the balance sheet date but before the date the Consolidated financial statements are approved by the board of directors for the purpose of calculating diluted earnings/(loss) per share. The net profit/(loss) for the period attributable to equity shareholders and the weighted average number of shares outstanding during the

period are adjusted for the effects of all dilutive potential equity shares.

The number of equity shares and potentially dilutive equity shares are adjusted for bonus and right issue as appropriate. The dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been issued at fair value. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date.

(xx) Cash Flow Statement:

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the holding Company are segregated.

(xxi) Cash and Cash Equivalents:

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

(xxii) Operating Leases:

As a Lessee:

Finance leases, which effectively transfers to the Entity substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in the Consolidated Profit and Loss Account. Lease management fees, legal charges and other initial direct costs of lease are capitalized.

A leased asset is depreciated on a straight-line basis over the useful life of the asset assessed by the management. However, if there is no reasonable certainty that the Entity will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Consolidated Profit and Loss Account on a straight-line basis over the lease term.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

As a Lessor:

Leases in which the Entity transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognized as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Entity apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognized in the consolidated Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Consolidated Profit and Loss Account.

Leases in which the Entity does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in property, plant and equipment assets. Lease income on an operating lease is recognized in the Consolidated Profit and Loss Account on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the consolidated Profit and Loss Account. Initial direct costs such as legal costs, brokerage costs, etc. are recognized immediately in the Consolidated Profit and Loss Account.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

3. Share Capital

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Authorised		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
25,00,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	250.00
	2,500.00	250.00
Issued		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	112.00
	2,500.00	112.00
Subscribed		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value	0.00	112.00
	2,500.00	112.00
Paidup		
5,00,00,000 Equity Shares Fully Paid Up of ₹5/- Par Value Fully Paidup	2,500.00	0.00
11,20,00,000 Equity Shares Fully Paid Up of ₹10/- Par Value Fully Paidup	0.00	112.00
	2,500.00	112.00

Terms/Rights Attached to Equity Shares:

The Company has only one class of equity shares having a par value of ₹5 each. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

During the year Company has increased authorised equity share capital. The total authorised equity share capital at the end of the year was ₹2,500 lakhs dividend in 5,00,00,000 shares of ₹5/- each fully paid-up.

During the year Company has issued 1,68,00,000 equity shares of ₹10 each as bonus shares in the ratio of 15 (fifteen) bonus equity shares of ₹10/- each fully paid for every 1 (one) existing Equity shares of ₹10/- each fully paid up by capitalising the Share premium and retained earning.

The Company has split the share from ₹10/- per share to ₹5/- per share resulting in total 1,79,20,000 shares at ₹5/- by the said split of shares.

The Company has issued 10,00,000 equity shares of ₹5/- each as preferential allotment shares fully paid at premium of ₹103/- per share during the year.

The Company has raised funds through Initial Public Offers by issuing 1,31,60,000 shares of ₹5/- per share at a premium of ₹139/- per share by listing its securities on BSE-SME platform.

The total equity share capital at the end of the financial year is ₹2,500 lakhs divided in 5,00,00,000 shares of ₹5/- each fully paid up.

Details of Convertible Securities:

The Company has not issued any securities convertible into equity or preference shares.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Details of Shares Reserved for Employees Stock Options:

The Company has not reserved any shares for employee's stock options.

Holding More Than 5%

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of Share	% Held	Number of Share	% Held
Farukbhai Gulambhai Patel	2,89,24,011	57.85	9,74,400	87.00

Share Holders Holding more than 5% Equity Shares in the Company:

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

The Company has no holding Company.

Details of Shares for Preceding Five Years

Particulars	March 31, 2024	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020
Number of Equity Shares Bought Back	0	0	0	0	0
Number of Preference Shares Redeemed	0	0	0	0	0
Number of Equity Share Issue as Bonus Share	1,68,00,000	0	0	0	0
Number of Preference Share Issue as Bonus Share	0	0	0	0	0
Number of Equity Shares Allotted For Contracts Without Payment Received In Cash	0	0	0	0	0
Number of Preference Shares Allotted For Contracts Without Payment Received In Cash	0	0	0	0	0

Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of Share	Amount	Number of Share	Amount
Number of shares at the beginning	11,20,000	0.00	11,20,000	112.00
Add: Issue				
Shares Issue	10,00,000	50.00	0	0.00
Bonus Shares Issue	1,68,00,000	1,680.00	0	0.00
Shares Issue IPO	1,31,60,000	658.00	0	0.00
	3,09,60,000	2,388.00	11,20,000	112.00

(in ₹ lakhs)

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Number of Share	Amount	Number of Share	Amount
Less: Bought Back	0	0.00		0.00
Add: Others				
Share Split	1,79,20,000	896.00		0.00
	1,79,20,000	896.00	0	0.00
Number of shares at the end	5,00,00,000	2,500.00	11,20,000	112.00

Shareholding of Promoters

Shares held by promoters as at March 31, 2024

Equity Shares Fully Paid Up of ₹5

Shares held by promoter at the end of year				% change during the year
Sr. No.	Promoters Name	No. of Shares	% of total shares	
1	Farukbhai Gulambhai Patel	2,89,24,011	57.85	29.15
2	Hassan Faruk Patel	11,200	1	1

Shares held by promoters as at March 31, 2023

Equity Shares Fully Paid Up of ₹10

Shares held by promoter at the end of year				% change during the year
Sr. No.	Promoters Name	No. of Shares	% of total shares	
1	Farukbhai Gulambhai Patel	9,74,400	87	(0.54)
2	Rashida Gulam Patel	0	0	(100.00)
3	Gulambhai Alibhai Patel	0	0	(100.00)
4	Vahidabanu Faruk Patel	5,600	0.5	(80.61)
5	Aayesha Farukbhai Patel	5,600	0.5	(74.50)

4. Reserve and Surplus

(in ₹ lakhs)

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Securities Premium Opening	288.00	288.00
Additions	19,322.40	0.00
Adjusted Bonus Shares	(288.00)	(0.00)
Adjusted Writing off Discount Expenses on Issue of Shares/Debentures	(162.80)	(0.00)
	19,159.60	288.00
Profit and Loss Opening	2,868.11	1,641.16
Amount Transferred From Statement of P&L	3,539.05	1,211.66
Amount Transferred From Sundries		
Others	0.00	15.36
	0.00	15.36

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

4. Reserve and Surplus (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Appropriation and Allocation		
Adjusted Bonus Shares	1,392.00	0.06
	(1,392.00)	(0.06)
	5,015.17	2,868.11
	24,174.76	3,156.11

Reserve and Surplus:

During the year, the Company has issued 1,68,00,000 bonus equity shares of Face value of ₹10/- each to the existing equity share holders in the ratio of 15:1 i.e. 15 bonus shares for every 1 existing equity shares out of the credit balance of accumulated securities premium amounted to ₹288 lakhs and free reserves amounted to ₹1,392 lakhs.

The amount adjusted against securities premium represents writing off of expenses on Initial public offer of equity shares (IPO) amounted to ₹162.80 lakhs.

5. Minority Interest

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Minority Interest	0.18	0.18
	0.18	0.18

Note No. 6: Long Term Borrowings

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Term Loan		
Banks		
Secured		
Rupee		
HDFC Bank - Mercedes V Class Loan	15.53	29.98
ICICI Bank Loan - Bolero Camper	0.00	1.26
ICICI Bank Loan - Bus	36.47	0.00
ICICI Bank Loan - Commercial Equipment	47.17	0.00
ICICI Bank Loan - Eicher	13.24	31.80
ICICI Bank Loan - Truck	62.52	0.00
SBI GECL 2	104.51	174.72
SBI LC	72.99	75.66
SIDBI - ECGL	0.00	4.25
Financial Institution		

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

6. Long Term Borrowings (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Secured		
Rupee		
The National Small Industries Corpo Limited	0.00	74.43
Axis Bank Finance Limited	1,250.75	0.00
Small Industries Development Bank of India	0.00	46.75
Loan and Advances From Related Parties		
Unsecured		
Director		
Farukbhai Gulambhai Patel	214.76	14.76
Loan and Advances from Director of Subsidiary		
Sarfaraz Yakub Patel	0.04	0.04
Shareholder		
Sohil Y Dabhoya	2.41	18.00
	1,820.41	471.65

Long Term Borrowings

Loan Details	Principal Loan Amount (₹ in lakhs)	Rate of Interest (%)	Tenure (Months)	Monthly Instalment (₹ in lakhs)	Security Offered
HDFC Bank - Mercedes V Class Loan	67.50	7.30%	60	1.35	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638116	12.16	8.00%	48	0.30	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638141	19.14	8.00%	48	0.47	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638162	19.14	8.00%	48	0.47	Hypothecation of Vehicle
ICICI Bank Loan - Eicher - Lvsur00044638188	19.14	8.00%	48	0.47	Hypothecation of Vehicle
State Bank of India - Gecl 2 - 40551484291	186.00	9.25%	60	5.17	Hypothecation of various properties of the Company, directors and relatives of directors.
Axis Finance Limited -	1,500.00	11.25%	84	25.29	Pari-passu charge on Hypothecation of various properties of the Company along with Pari-passu charge with SBI on various collateral securities of directors and relatives of directors.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Long Term Borrowings (Contd.)

Loan Details	Principal Loan Amount (₹ in lakhs)	Rate of Interest (%)	Tenure (Months)	Monthly Instalment (₹ in lakhs)	Security Offered
ICICI Bank Limited - Lqsur00048209310	28.95	9.20%	60	0.60	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048087768	3.00	9.20%	60	0.06	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048087769	36.90	9.20%	60	0.78	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048551425	24.94	9.30%	60	0.52	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00048551426	24.94	9.30%	60	0.52	Hypothecation of Vehicle
ICICI Bank Limited - Lqsur00048598607	18.25	9.30%	60	0.38	Hypothecation of Vehicle
ICICI Bank Limited - Lqsur00048598604	18.25	9.30%	60	0.38	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00049669882	3.70	9.55%	60	0.08	Hypothecation of Vehicle
ICICI Bank Limited - Lvsur00049669881	34.75	9.55%	60	0.74	Hypothecation of Vehicle
Small Industries Development Bank	247.33	9.55%	60	4.25	Hypothecation of Machinery and cash collateral in form of FD
Small Industries Development Bank	49.46	8.25%	60	1.37	Hypothecation of various properties of the Company, directors and relatives of directors.
Standard Chartered Bank	75.00	15.99%	36	2.64	Unsecured Loan.
The National Small Industries Corporation Limited	125.00	12.95	-	-	Bank Guarantee from SBI taken against the Hypothecation of various properties of the Company, directors and relatives of directors.

7. Deferred Taxes

Particulars	(in ₹ lakhs)	
	As at March 31, 2024	As at March 31, 2023
Deferred Tax Assets		
Employee Benefits	14.46	0.00
	14.46	0.00
Deferred Tax Liabilities		
Depreciation	168.84	154.07
Other	7.29	0.00
	176.13	154.07

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

8. Other Long-Term Liabilities

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Others		
Deferred Govt. Grant	26.67	29.33
Provision For Gratuity	46.58	34.62
	73.24	63.95

During the FY 2021-22, Company has received the non-refundable government grant of ₹40 lakhs on capital assets i.e., machinery. The said machinery was purchased in FY 2020-21. The management of the Company has decided to recognize the grant as deferred income, the same is recognized as income in the profit & loss account on systematic basis considering the useful life of the respective machinery. During the year management of Company has recognized the amount of proportionate deferred government grant to profit and loss account pertaining to FY 2023-24. ₹26.67 lakhs is recognized as non-current liability since the management of the Company has expected not to recognize this amount within next 12 months after end of the reporting period. ₹2.67 lakhs is recognized as current liability which the Company has expected to recognize within 12 months from the end of the reporting period.

9. Short-Term Borrowings

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Loans repayable on demand		
Banks		
Secured		
SBI CC Account	1,254.75	723.23
State Bank of India (LC/BG)	257.93	398.78
Current maturities of long term borrowings		
Axis Bank Finance Limited	153.19	0.00
ICICI Bank Loan - Brezza	0.00	1.96
Standard Chartered Bank	0.00	4.16
ICICI Bank Loan - Bus	8.67	0.00
ICICI Bank Loan - Commercial Equipment	11.47	0.00
ICICI Bank Loan - Eicher	18.59	17.19
ICICI Bank Loan - Truck	11.88	0.00
SBI GECL 2	62.00	68.07
SIDBI - ECGL	46.75	67.39
HDFC Bank - Mercedes V Class Loan	14.44	13.43
ICICI Bank Loan - Bolero Camper	1.26	2.32
	1,840.93	1,296.52

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Short-Term Borrowings

The Company has taken the Cash credit facilities from State Bank of India for ₹2,100.00 lakhs (₹1,100.00 lakhs) and Bank Guarantee and Letter of credit for ₹550.00 lakhs (₹550.00 lakhs) which is secured by first pari passu charge on all current assets primarily Stock and Book debts. The said working capital facility has been reviewed during the year. The rate of interest on the working capital facility from bank is 11.65% (9.25% p.a.) calculated on daily products on monthly rests. However the rate of interest is 2.50% over and above the EBLR i.e. 9.15% which was covered under the working capital facility. The same is further secured by collateral securities of commercial and residential immovable properties of the Company and director and family members of the Directors. The borrowings are further secured by personal guarantee of Directors and family members of directors.

10. Trade Payables

As at March 31, 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	Not due	
(I) MSME						
Trade Payables	1,455.01	0.03	0.00	0.00	0.00	1,455.04
(ii) Others						
Trade Payables	3,535.71	6.12	6.30	19.06	0.00	3,567.19
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

As at March 31, 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	Not due	
(i) MSME	175.78	0.00	0.00	0.00	0.00	175.78
(ii) Others	796.06	32.73	2.22	2.91	0.00	833.92
(iii) Disputed dues - MSME	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues - Others	0.00	0.00	0.00	0.00	0.00	0.00

Sundry creditors covered under MSMED Act, 2006:

Sundry creditors covered under MSMED Act, 2006 are those creditors who are outstanding at the balance sheet date. Out of which creditors due for more than 45 days as on the balance sheet date are ₹73.11 lakhs (₹0.93 lakhs). The Company has not provided interest on the same as per MSMED Act, 2006.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Amount due to Micro, Small and Medium Enterprises as on March 31, 2024 (March 31, 2023) are disclosed on the basis of information available with the Company regarding status of the suppliers is as follows:

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	1,455.04	175.78
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0.00	0.00
Interest paid/reversed during the year	0.00	0.00
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year.	73.11	0.93
Interest due and payable towards suppliers registered under MSMED Act, for payments already made	0.00	0.00
Interest accrued and remaining unpaid	0.00	0.00
Amount of further interest remaining due and payable in succeeding years	0.00	0.00

11. Other Current Liabilities

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Other payables		
Employee Related		
Accrued Salary Payable		
Salary Payable	54.51	38.27
Tax Payable		
TDS		
TDS Payable	90.46	24.96
Other		
GST Payable	206.14	21.15
Income Tax		
TCS Payable	0.90	0.27
Other Accrued Expenses		
Audit Fee Payable	0.07	0.07
ESIC Payable	0.17	0.12

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

11. Other Current Liabilities (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Imprest Expenses Payable	4.00	4.54
PF Payable	3.09	1.14
PT Payable	0.46	0.21
Provision for Interest Expenses	10.64	1.08
Provision for Other Expenses	18.91	2.54
Other Current Liabilities		
Advance from Customers	4,620.40	2,528.27
KPIG Energia Private Limited	0.00	149.00
Deferred Govt. Grant	2.67	2.67
Harisang Raysang Chauhan	32.09	0.00
Others Payables	23.23	30.77
	5,067.74	2,805.66

12. Short-Term Provisions

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Employee Benefits		
Gratuity		
Provision for Gratuity	10.86	7.18
Tax Provision		
Current Tax		
Income Tax Payable	698.79	399.98
	709.66	407.16

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

1.3. Property, Plant and Equipment

Particulars	Gross			Depreciation			Impairment	Net		
	Opening as at April 1, 2023	Addition	Deduction	Revaluation	Opening as at March 31, 2024	Other Adj. as at March 31, 2024		During Period	Reversal	Closing as at March 31, 2024
(In ₹ lakhs)										
Land										
Free Hold Land										
Land	364.17	216.78	-	-	580.95	-	-	-	-	580.95
Total	364.17	216.78	-	-	580.95	-	-	-	-	580.95
Building										
Office Building										
Building	7.09	-	-	-	7.09	0.10	0.11	-	-	6.88
Total	7.09	-	-	-	7.09	0.10	0.11	-	-	6.88
Factory Building										
Factory Building	244.45	98.41	-	-	342.86	21.52	9.23	-	-	312.11
Factory Building	35.45	-	-	-	35.45	11.26	1.07	-	-	23.12
Total	279.90	98.41	-	-	378.31	32.78	10.30	-	-	335.24
Plant and Machinery										
Plant and Machinery	117.33	317.24	2.50	-	432.07	23.65	16.42	0.91	-	392.91
Plant and Machinery	607.11	-	3.89	-	603.22	129.84	38.39	1.17	-	436.16
Plant and Machinery	0.30	-	-	-	0.30	0.20	0.01	-	-	0.08
Plant and Machinery	0.02	-	-	-	0.02	0.02	0.00	-	-	0.00
Plant and Machinery	4.15	-	-	-	4.15	3.59	0.23	-	-	0.33
Plant and Machinery	0.28	-	-	-	0.28	0.24	0.02	-	-	0.02
Plant and Machinery	0.27	-	-	-	0.27	0.20	0.01	-	-	0.06
Plant and Machinery	17.11	-	-	-	17.11	11.31	0.83	-	-	4.98
Plant and Machinery	0.19	-	-	-	0.19	0.17	0.01	-	-	0.01
Plant and Machinery	67.34	-	-	-	67.34	58.31	3.60	-	-	5.43
Plant and Machinery	7.42	-	-	-	7.42	6.48	0.48	-	-	0.45
Plant and Machinery	13.50	-	13.50	-	11.80	0.19	11.99	-	-	1.70
Solar Plant	550.00	-	-	-	550.00	139.36	34.82	-	-	375.83
Total	1,385.02	317.24	19.89	-	1,682.36	385.15	95.01	14.07	-	1,216.27
Equipments										
Office Equipments										
Air Conditioner (Mitsubishi)	0.27	-	-	-	0.27	0.05	0.03	-	-	0.19
Air Conditioner	6.99	4.51	-	-	11.50	2.19	0.86	-	-	8.45
Attendance Machine	0.67	-	-	-	0.67	0.23	0.06	-	-	0.38
CCTV Camera	-	3.24	-	-	3.24	-	0.28	-	-	2.96

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

13. Property, Plant and Equipment (Contd.)

(In ₹ lakhs)

Particulars	Gross			Depreciation			Impairment		Net	
	Opening as at April 1, 2023	Addition	Deduction	Revaluation	Closing as at March 31, 2023	Opening as at April 1, 2023	During Period	Reversal	Closing as at March 31, 2023	Closing as at March 31, 2024
Office Equipment	-	0.19	-	-	0.19	0.01	-	-	0.01	0.18
Television	0.17	0.67	-	-	0.84	0.16	-	-	0.24	0.60
Total	8.10	8.61	-	-	16.70	2.63	1.31	-	3.94	12.76
Computer Equipments										
Computer	20.22	-	-	-	20.22	10.02	4.37	-	14.39	5.83
Computer and Printer	1.12	-	-	-	1.12	1.06	-	-	1.06	0.06
Computer and Printer	17.61	17.82	-	-	35.43	14.97	2.98	-	17.95	17.48
Computer and Printer	48.73	-	-	-	48.73	46.29	-	-	46.29	2.44
Total	87.67	17.82	-	-	105.49	72.34	7.35	-	79.69	15.33
Other Equipments										
Mobile Phone	3.08	1.26	-	-	4.33	0.48	0.24	-	0.73	3.61
Mobile Phone	3.24	-	-	-	3.24	2.30	0.15	-	2.46	0.78
Weighing Scale	4.74	-	-	-	4.74	1.30	0.30	-	1.60	3.14
Weighing Scale	4.53	-	-	-	4.53	2.71	0.26	-	2.98	1.55
Total	15.58	1.26	-	-	16.84	6.80	0.96	-	7.77	8.78
Furniture and Fixtures										
Electric Fitting	5.65	-	-	-	5.65	2.21	0.54	-	2.75	2.90
Electric Instalations	4.76	-	-	-	4.76	0.64	0.45	-	1.10	3.66
Furniture	2.19	0.35	-	-	2.154	2.84	2.02	-	4.87	16.67
Furniture and Fixture	37.38	19.49	-	-	56.87	3.00	3.56	-	6.56	50.32
Furniture and Fixtures	142.95	56.74	-	-	199.69	40.53	14.94	-	55.47	144.22
Furniture and Fixtures	12.06	-	-	-	12.06	10.51	0.95	-	11.46	0.60
Furniture and Fixtures	44.16	-	-	-	44.16	39.08	2.87	-	41.95	2.21
Total	268.14	76.58	-	-	344.72	98.82	25.33	-	124.15	220.58
Vehicles										
Motor Vehicles										
Cycle	0.09	-	-	-	0.09	0.08	-	-	0.08	0.00
Heavy Vehicle	110.72	142.72	-	-	253.45	40.94	22.37	-	63.30	190.14
Heavy Vehicle	10.77	-	-	-	10.77	10.23	-	-	10.23	0.54
Motor Car	103.66	-	-	-	103.66	31.63	12.31	-	43.95	59.71
Motor Car	14.76	-	-	-	14.76	14.02	-	-	14.02	0.74
Total	239.99	142.72	-	-	382.72	96.90	34.68	-	131.58	251.13
Grand Total	2,655.66	879.42	19.89	0.00	3,515.19	695.53	175.04	14.07	856.50	2,658.69
Previous	2,156.57	499.09	0.00	0.00	2,655.66	548.44	147.09	0.00	695.53	1,960.13

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

15. Capital work-in-progress

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Tangible Assets Work in Progress		
Capital Work-in-Progress	476.40	30.69
	476.40	30.69

Capital-Work-in-Progress (CWIP) aging schedule

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	476.40	0.00	0.00	0.00	476.40

Capital-Work-in-Progress (CWIP) completion schedule

CWIP	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years

Capital Work-in-Progress

- Capital work-in-progress includes property under construction cost of asset not ready for use as at year end.
- The Company does not have any capital-work-in-progress whose completion is overdue or has exceeded its cost compared to its original plan.

16. Long-term loans and advances

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances		
Unsecured, considered good		
Advance for Property	968.00	121.25
Loans and advances to others		
Unsecured, considered good		
Anis Desai	1.00	1.00
Bhadrabala Dhimant Joshi	14.00	14.00
Evergreen Corporation	68.54	68.54
Hakeem Mohammad Uvesh Abdulaziz	17.00	17.00
Patel Abdul Aziz Mahmed	7.50	7.50
Patel Aminaben Abdul Aziz	7.50	7.50
Patel Zakiya	2.00	2.00
S & G Green Energy	120.00	120.00
	1,205.54	358.79

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Advance for property includes ₹547.25 lakhs paid to Mukesh Engineering Industries during FY 2015-16 & 2016-17 and due to the dispute with the party the Company has filed arbitration and as per arbitration award dated September 17, 2019 the said party was required to pay this amount along with interest thereon as awarded by the arbitrator. Presently the matter has been litigated and pending before Hon. Gujarat High Court.

17. Other non-current assets

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Receivable		
Secured, Considered Good		
Security Deposits		
Unsecured, considered good		
Deposits	288.00	142.66
	288.00	142.66

18. Inventories

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Raw Material		
Closing Stock	5,317.98	3,770.43
	5,317.98	3,770.43

19. Trade receivables

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Receivable		
Secured, Considered Good		
Within Six Months		
Sundry Debtors	12,511.56	1,497.30
Exceeding Six Months		
Sundry Debtors	377.43	705.42
	12,888.99	2,202.73

Ageing Schedule as at March 31, 2024

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	Not due	
(i) Undisputed Trade receivables - considered good	12,511.56	233.34	60.25	51.88	31.96	0.00	12,888.99

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Ageing Schedule as at March 31, 2024 (Contd.)

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	Not due	
(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Ageing Schedule as at March 31, 2023

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	Not due	
(i) Undisputed Trade receivables - considered good	1,497.30	52.72	14.61	47.85	590.24	0.00	2,202.73
(ii) Undisputed Trade Receivables - considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivables considered good	0.00	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivables considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Trade Receivables

Sundry debtors are trade receivables which are due in respect of goods sold in the normal course of the business. the debtors outstanding for more than 6 months are those debtors which are outstanding for more than 6 months as on the date of balance sheet but all of them are good as reviewed by the management.

20. Cash and cash equivalents

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Cash in Hand	3.52	1.45
Balances With Banks		
Balance With Scheduled Banks		

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

20. Cash and cash equivalents (Contd.)

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Current Account		
Axis Bank Limited.	1,950.40	0.00
SBI - 103	0.22	0.14
SBI - 142	0.10	0.07
SBI Escrow AC 37836290923	0.12	0.12
State Bank of India	0.08	0.09
State Bank of India - 78068	0.76	0.77
Deposit Account		
Fixed Deposit	14,251.70	352.37
	16,206.90	355.01

21. Short-term loans and advances

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Advances		
Unsecured, considered good		
Advance for Property	0.00	25.00
Security Deposits		
Unsecured, considered good		
Bombay Stock Exchange of India Limited.	189.50	0.00
Deposit (Short-Term)	183.42	0.00
EMD & Security Deposits	56.04	0.00
Loans and advances to others		
Unsecured, considered good		
Advance to Suppliers	1,684.41	423.64
Income Tax Refund Receivable	0.32	0.32
Income Tax Refund Receivable AY 2022-23	16.95	16.95
ERIC Bomi Mehta	0.00	5.57
Loan To Employees	23.08	23.20
Yusufbhai Halimbhai Dabhoya	0.00	11.50
CGST Receivable	0.00	2.74
SGST Receivable	0.00	2.74
Prepaid Expenses	95.05	66.79
	2,248.78	578.45

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

22. Other current assets

(in ₹ lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Subsidy Receivable from DGVCL	0.70	0.70
Subsidy Receivable from MGVCL	0.36	0.36
Subsidy Receivable from Torrent Power	0.35	0.35
Axis Finance Limited (TDS Refund)	4.13	0.00
Interest Receivable	0.00	2.33
SIBI	0.01	0.00
The National Small Industries Corporation Limited	1.05	0.00
	6.60	3.74

23. Revenue from operations

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Sale of Products		
Manufactures Goods		
Sales	32,739.73	10,128.67
Unbilled Revenue	0.00	153.40
Sale of Services		
Sales of Services	2,165.12	1,138.82
	34,904.86	11,420.89

Revenue From Operations

Sales are recorded net off sales return. Sales are recorded exclusive of GST.

24. Other income

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest		
FD Interest	52.84	10.26
Profit (Loss) on Redemption/Sale of Investment & Property, Plant and Equipment (Net)		
Profit on Sale of Asset	3.32	0.00
Miscellaneous		
Scrape Sale Income	225.62	0.00
Discount	0.00	0.73
Foreign Exchange Gain	0.00	0.08
Govt. Grant on Capital Subsidy	2.67	2.67
Insurance Claim	0.00	0.42
Interest Subsidy	7.75	12.24
Other Income	0.00	0.11
Other Interest	0.00	5.85
Written of Account	0.00	25.25
	292.20	57.62

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

25. Cost of materials consumed

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Raw Material		
Opening	3,770.43	3,372.67
Purchase	27,364.23	8,406.56
Closing	5,317.98	3,770.43
	25,816.68	8,008.81

Details of Raw Material

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Raw Material	25,816.68	8,008.81
	25,816.68	8,008.81

Purchases of Stock In Trade

Purchases are recorded net off purchases return. Purchases are recorded exclusive of GST.

26. Employee benefits expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Salary, Wages & Bonus		
Bonus	4.56	0.00
Incentive	6.30	23.98
Salary Expenses	471.28	336.22
Stipend Expenses	8.72	0.72
Wages for Site	50.01	26.67
Contribution to Gratuity		
Provision for Gratuity	15.64	42.49
Contribution to Provident Fund		
Contribution to P.F.	11.79	5.28
Staff Welfare Expenses		
Staff Welfare Expenses	12.12	9.89
Other Employee Related Expenses		
Contribution to ESIC	1.40	1.16
Contribution to Gujarat Labour Fund	0.02	0.02
	581.83	446.42

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

27. Finance costs

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest Expenses		
Interest Expenses		
Interest on CC Account	166.56	88.21
Interest on Loans	177.88	227.57
Interest on Unsecured Loan	27.62	0.00
Bank Charges		
Bank Charges	0.03	2.03
Other Interest Charges		
Bill Discounting Charges	4.56	9.00
Finance Charges		
Guarantee Charges		
Bank Guarantee Charges	1.55	1.14
Other Finance Charges		
L.C. Charges	28.60	13.75
Loan Processing Fees	41.54	4.73
	448.35	346.42

28. Depreciation and amortisation expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation & Amortisation		
Depreciation Tangible Assets	175.04	147.09
Amortisation Intangible Assets	8.02	4.23
	183.07	151.32

29. Other expenses

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Manufacturing Service Costs Expenses		
Power and Fuel		
Petrol & CNG Expenses	52.38	35.79
Electricity Expenses	45.31	32.50
Frieght and Forwarding Charges		
Transportation Expenses	237.99	112.25
Other Manufacturing Costs		
Fabrication Exp.	0.33	1.13

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

29. Other expenses (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Installation of Solar Roof top system	1.31	0.82
Job Work Charges	168.27	69.02
Labour Expenses	401.59	186.30
Packing Expense	6.66	14.22
Site Material & Expenses	66.61	9.71
Loading and Unloading Charges	79.53	0.00
Rate Difference	103.26	0.00
Administrative And General Expenses		
Telephone Postage		
Courier Expenses	1.84	1.18
Mobile Expenses	5.50	3.94
Printing Stationery		
Stationery and Printing Expenses	16.02	8.83
Rent Rates And Taxes		
Rent	273.99	27.71
GST Expense	1.64	38.35
KP House Rent	11.97	11.73
Profession Tax	0.17	0.06
Room Rent	7.64	5.50
Vehicle Rent Expenses	48.83	46.59
Stamp and Franking Expenses	20.15	0.11
Property Tax	0.00	0.04
TDS Expense	0.00	0.09
Auditors Remuneration		
Auditor Remuneration	8.90	13.71
Managerial Remuneration		
Director Remuneration	66.76	30.42
Repairs Maintenance Expenses		
Repairing and Maintenance Expenses	92.83	67.54
AMC Charges	0.81	0.53
Housekeeping Expenses	9.19	8.00
Electric Installations Expenses	0.00	2.82
Travelling Conveyance		
Travelling Expenses	43.84	9.00
Legal and Professional Charges		
Consultancy Charges	21.02	16.83
Legal and Profession Expenses	31.71	2.89

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

29. Other expenses (Contd.)

Particulars	(in ₹ lakhs)	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Insurance Expenses		
Insurance Expenses	14.33	8.60
Donations Subscriptions		
CSR Expenses	38.00	0.00
Safety and Security Expenses		
Security Expense	16.54	13.17
Catering Canteen Expenses		
Canteen Expenses	26.61	9.53
Information Technology Expenses		
Computer Expenses	0.61	1.88
Internet Expenses	0.75	0.80
Software Renewal Charges	17.42	0.00
Subscriptions, Membership Fees		
Membership Fees	0.43	0.25
Registration and Filing Fees		
Roc Expenses	21.36	0.20
Other Administrative and General Expenses		
Accomodation Expenses	7.68	0.84
Calibration Charges	0.14	0.32
Designing Charges	12.26	1.36
Misc Expenses	8.89	5.67
Office Expenses	11.17	11.97
Registration Expenses	2.00	2.87
Settlement Charges	2.99	8.00
Testing & Analytical Charges	17.30	9.32
Transmission Charges	1.52	1.25
Weighing Expenses	0.87	0.20
Application Fees	0.45	0.00
Detention Charges	0.30	0.00
Discount	0.25	0.00
General & Special Penalty Charges	28.86	4.24
PF Administration Charges	0.47	0.00
Royalty Charges	703.87	0.00
Tender Fees	2.60	0.00
Written of Account	22.20	0.00
Landfill Waste	0.00	0.24
Late Payment Charges	0.00	5.53

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

29. Other expenses (Contd.)

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Selling Distribution Expenses		
Advertising Promotional Expenses		
Advertisement Expenses	473.15	2.91
Other Selling Distribution Expenses		
Business Promotion Expenses	72.73	12.44
Export Shipment Charges	0.00	2.16
Other Expenses		
Interest on GST	0.98	7.41
Interest on Income Tax	48.20	13.85
Interest on TDS	0.75	0.20
Interest on TCS	0.00	0.03
	3,381.71	882.84

30.: Prior Period items

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Prior Period Expenses		
Prior Period Expenses	(18.67)	(8.75)
	(18.67)	(8.75)

31. Tax expense

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current tax		
Income Tax Expense	1,220.08	417.23
Deferred Tax	7.60	5.07
	1,227.68	422.30

32. Earnings per equity share

(in ₹)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Earnings Per Equity Share		
Basic		
Basic EPS Before Extra - Ordinary Item	9.70	3.38
Diluted		
Diluted EPS Before Extra - Ordinary Item	9.70	3.38

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

32. Earnings per equity share (Contd.)

(in ₹)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Number of Shares used in computing EPS		
Basic	3,64,66,952	3,58,40,000
Diluted	3,64,66,952	3,58,40,000
Weighted Average Number of shares		
Number of Shares for basic EPS calculation		
Number of Shares Bought Back During Current Year	0	0
Number of Shares Issued During Current Year	1,41,60,000	0
Number of Bonus Shares Issued	1,68,00,000	0
Number of Shares Issued as Rights Issue	0	0
Number of Shares Split Up	1,79,20,000	0
Number of Reverse Share Split	0	0
Number of Share in beginning of the year	11,20,000	11,20,000

33. Additional information pursuant to the provisions of Schedule III of The Companies Act, 2013 in respect of Consolidation

A) List of Subsidiaries which are included in the consolidation and the Holding Company's effective holdings therein are as under:

Name of the subsidiary	Country of Incorporation	Effective ownership in subsidiaries as at	
		March 31, 2024	March 31, 2023
KPZon Energia Private Limited	India	75.00%	75.00%

B) Additional information, as required under Schedule III of the Act for the entities consolidated as subsidiaries:

(in ₹ lakhs)

Name of the subsidiary	Net Assets (Total assets - Total liabilities)		Share in profit or loss	
	As % of Consolidated Net assets	Amount	As % of Consolidated Profit or Loss	Amount
	Parent			
KP Green Engineering Limited (Formerly known as K P Buildcon Private Limited)	100.001	26,674.98	100.01	3,539.06
Indian Subsidiary				
KPZon Energia Private Limited	0.003	0.71	(0.01)	(0.01)
Minority Interest in subsidiary	(0.001)	(0.18)	(0.00)	*(0.00)
Eliminations	(0.003)	(0.75)	Nil	Nil
Total	100.00	26,674.76	100.00	3,539.05

* Denotes amount less than ₹ one thousand.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Operating leases

Premises

The Holding Company has taken guest house on rent for accommodation of its fault rectification team, vehicles for the purpose of movement of its fault rectification team, machinery, factory premises located at Dabhasa, and its head office located at KP House, Surat under cancellable operating leases. However, there is no escalation clause. Each renewal is at the option of lessee. There are no restrictions placed upon the Holding Company by entering into these leases. The total rental expenses during the period were ₹293.60 lakhs (₹91.53 lakhs) debited in the statement of consolidated profit and loss.

34. Earnings/(loss) per share

Basic and Dilutive Earnings per Share ("EPS") computed in accordance with Accounting Standard (AS) 20 'Earnings per Share'.

Particulars		2023-24	2022-23
Basic			
Profit after tax as per P & L Account before exceptional item (in ₹ lakhs)	A	3,539.05	1,211.66
Weighted Number of Equity shares outstanding during the period	B	3,64,66,952	3,58,40,000
Basic EPS (₹)	A/B	9.70	3.38
Diluted EPS (₹)	A/B	9.70	3.38

Since the Group has not issued any convertible preference shares or convertible debentures, the diluted EPS is same as that of Basic EPS.

35. Segmental Reporting

The group is operating in single geographical area i.e., Gujarat. The Holding Company has engaged in business of galvanisation of structures as well as it is engaged in providing services of fault rectification team, Patrolling of Optical Fiber Cables, Site Clearance Work, Solar Rooftop installation, Sale of solar electricity, EPC, Mobile tower Manufacturing and Turnkey Service Provider to Mobile and Renewable Energy Industry. Therefore, there can be different segments identifiable on the basis of business activities. However, as per the financial records the total external revenue of the holding Company is ₹34,904.85 lakhs whereas the total revenue from the sale of services is ₹2,165.12 lakhs. Thus, the revenue from the services is less than 10% of the total revenue of both the segments. Further as per the financial data and other information available, the net result of sales of services is also less than 10% of the total result of both the products. Hence the sale of services is not identifiable as reportable segment in view of the provisions of para 27 to 29 of AS-17, "Segment Reporting". Therefore, no segment reporting is given.

36. Related Party Disclosures

a. Other related parties with whom transactions have taken place during the year:

i) Entities where Key Management Personnel (KMP)/relatives of key management personnel (RKMP) have significant influence:

- KPI Green Energy Limited
- K.P. Energy Limited
- KP Human Development Foundation
- KP Sor-Urja Limited
- KPARK Sunbeat private Limited
- KPEV Charging Private Limited
- KPGENIX Sunray Private Limited
- KPIG Renewables Private Limited
- Quyosh Energia Private Limited
- KPIG Energia Private Limited

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

- Sun Drops Energia Private Limited
- Renewable Minds LLP
- KPI Green OMS Private Limited
- KP Energy OMS Limited
- Faaiz Money Changer Private Limited

ii) Key Management Personnel:

- Farukbhai Gulambhai Patel – Chairman & Director
- Indu Gupta Rao – Independent Director (Appointed as director w.e.f 27/12/2023)
- Surender Kumar Negi – Independent Director (Appointed as director w.e.f 06/12/2023)
- Ekta Aagam Sanghavi – Independent Director (Appointed as director w.e.f 06/12/2023)
- Muinulhaque Iqbalhusen Kadva - WTD (Appointed as Whole-Time Director w.e.f 06/12/2023)

- Amitkumar Subhashchandra Khandelwal – Non-Executive Director (Appointed as director w.e.f 06/12/2023)
- Pravinkumar Singh – CFO (Appointed as CFO w.e.f 06/12/2023)
- Tejpalsingh Jagatsingh Bisht – Independent Director (Appointed as director w.e.f 07/12/2023)
- Hassan Faruk Patel – Non-Executive Director (Appointed as director w.e.f 07/12/2023)

iii) Relatives of key management personnel:

- Rashida Gulam Patel
- Vahidabanu Faruk Patel
- Affan Faruk Patel
- Zuveriyah Muinulhaque Kadva
- Gulam Mahmad Alibhai Patel
- Aayesha Faruk Patel
- Mohammad Ali Faruk Patel
- Umar Faruk Patel
- Zara Faruk Patel

b. Status of outstanding balances of Holding Company as at March 31, 2024 (March 31, 2023):

(in ₹ lakhs)

Particulars	Subsidiaries	Entities where KMP/RKMP has significant influence	KMP	RKMP
Advances Given for Purchase of Property	NIL (NIL)	NIL (NIL)	294.50 (60.00)	91.25 (86.25)
Advances Received for Sale of Property	NIL (NIL)	NIL (149.00)	NIL (NIL)	NIL (NIL)
Sundry Debtors	NIL (NIL)	3,878.68 (162.42)	NIL (NIL)	NIL (NIL)
Advance From Customer	NIL (NIL)	4,378.56 (1,469.73)	NIL (NIL)	NIL (NIL)
Loans taken	NIL (NIL)	NIL (NIL)	214.73 (34.01)	NIL (NIL)
Salary Payable	NIL (NIL)	NIL (NIL)	2.51 (4.61)	5.11 (6.82)
Advance to Employee	NIL (NIL)	NIL (NIL)	NIL (NIL)	NIL (5.38)
Investment in subsidiary	0.75 (0.75)	NIL (NIL)	NIL (NIL)	NIL (NIL)
Creditor	NIL (NIL)	NIL (NIL)	245.49 (NIL)	NIL (NIL)

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

1. Directors and relatives of directors have given their various properties as collateral securities in various loans obtained by the holding Company.
2. Directors and relatives of directors have given their personal guarantees in various loans obtained by the holding Company.

c. Disclosure of significant transactions with related parties during the year:

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
Sales	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	4,811.85	385.33
	Entities where KMP/ RKMP has significant influence	K.P. Energy Limited	2,445.70	866.48
	Entities where KMP/ RKMP has significant influence	KPIG Energia Private Limited	223.55	0.27
	Entities where KMP/ RKMP has significant influence	Sun Drops Energia Private Limited	1,368.90	180.65
	Entities where KMP/ RKMP has significant influence	Renewable Minds LLP	266.55	-
	Entities where KMP/ RKMP has significant influence	KPARK Sunbeat Private Limited	1,493.93	-
	Entities where KMP/ RKMP has significant influence	Faaiz Money Changer Private Limited	216.60	-
Purchase	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	230.28	6.94
	Entities where KMP/ RKMP has significant influence	K.P. Energy Limited	12.8	-
Advance repaid	Entities where KMP/ RKMP has significant influence	KPIG Energia Private Limited	149.00	101.00
Loans Repaid	KMP	Farukbhai Gulambhai Patel	-	86.02
	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	-	3,161.20
Loans taken	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	-	2,701.16
	KMP	Farukbhai Gulambhai Patel	200	0.75

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

c. Disclosure of significant transactions with related parties during the year (Contd.)

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
Loan Given	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	1,586.74	-
Loans received back	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	1,586.74	-
Advance From Customer	Entities where KMP/ RKMP has significant influence	Quyosh Energia Private Limited	-	50.00
	Entities where KMP/ RKMP has significant influence	Faaz Money Changer Private Limited	-	100.00
Advance Returned to Customer	Entities where KMP/ RKMP has significant influence	KPARK Sunbeat Private Limited	-	30.00
	Entities where KMP/ RKMP has significant influence	KP Sor-Urja Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	KPEV Charging Private Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	KPGENIX Sunray Private Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	KPIG Renewables Private Limited	-	80.00
	Entities where KMP/ RKMP has significant influence	Quyosh Energia Private Limited	-	130.00
Advance Given for Property	KMP	Farukbhai Gulambhai Patel	260	25.00
	KMP	Hassan Faruk Patel	9.5	-
	RKMP	Aayesha Faruk Patel	5	-
Salary	RKMP	Affan Farukbhai Patel	7.94	7.99
	RKMP	Rashida Gulam Patel	9.66	-
	KMP	Rashida Gulam Patel	-	7.04
	RKMP	Zuveriyah Muinulhaque Kadva	6.68	5.34
	KMP	Farukbhai Gulambhai Patel	28.66	16.18
	RKMP	Aayesha Faruk Patel	7.93	10.67

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

c. Disclosure of significant transactions with related parties during the year (Contd.)

(in ₹ lakhs)

Type of Transaction	Type of relationship	Name of the entity/ person	Year ended on March 31, 2024	Year ended on March 31, 2023
	RKMP	Vahidabanu Faruk Patel	9.23	-
	KMP	Vahidabanu Faruk Patel	-	7.20
	KMP	Muinulhaque Iqbalhusen Kadva	32.30	-
	RKMP	Muinulhaque Iqbalhusen Kadva	-	24.63
	KMP	Hasan Faruk Patel	5.86	-
Interest Expense	Entities where KMP/ RKMP has significant influence	KPI Green Energy Limited	27.62	126.64
Royalty	KMP	Farukbhai Gulambhai Patel	703.87	-
CSR Expense	Entities where KMP/ RKMP has significant influence	KP Human Development Foundation	38.00	-
Other Income	KMP	Farukbhai Gulambhai Patel	-	0.11

37. Consolidated Cash Flow Statement

Consolidated Cash flows are reported using the indirect method, whereby net profits before tax are adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Group are segregated.

38. Based on the information available with the holding Company, the holding Company has total dues of ₹1,455.04 lakhs (₹175.78 lakhs) as on March 31, 2024 (March 31, 2023) to MSMEs registered under the Micro, Small and medium Enterprises Development Act, 2006. Out of the same ₹73.11 lakhs (₹0.93 lakhs) are outstanding at the year-end for more than 45 days on which interest has not been provided as prescribed under MSMED Act, 2006.

39. Disclosure required U/S. 186(4) of The Companies Act, 2013

For details of loans and guarantees given to and given by related parties, refer Note no. 36.

For details of securities provided by the related parties, refer Note No. 5 & 36.

40. Defined Contribution Plan

Defined Benefit Plans/Obligation (DBO):

The Holding Company operates a defined benefit plan (the Gratuity plan) covering eligible employees, which provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

The Holding Company has a defined benefit gratuity plan (unfunded) and is governed by the Payment of Gratuity Act, 1972. Under the Act, every employee who has completed at least five year of service is entitled to gratuity benefits on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded.

(in ₹ lakhs)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
1. Data Summary		
Number of Employees (Absolute numbers)	116	70
Total Monthly Salary	31.09	14.26
Average Salary	0.27	0.20
Average Age	35.27 Years	37.39 Years
Average Past Service	2.70 Years	4.07 Years
2. Valuation Results		
Discontinuance Liability	68.12	47.11
Defined Benefit Obligation	57.44	41.80
Funding Status	Unfunded	Unfunded
Fund Balance	N.A.	N.A.
Current Liability	10.86	7.18
Non-Current Liability	46.58	34.62
*The average expected future service is 10.00 years.		
3. Recognised in Balance Sheet		
Current Liability	10.86	7.18
Non-Current Liability	46.58	34.62
Liability recognized in balance sheet as at the end of the year	57.44	41.80
4. Debited in Profit & Loss Account		
Opening Balance	41.80	84.29
Closing Balance	57.44	41.80
Net Gratuity cost in statement of Profit and Loss account	15.64	42.49
5. Actuarial Assumptions		
Discount Rate (per annum)	7.19%	7.44%
Annual Increase in Salary Cost	7%	7%
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2012-14 (Urban)
Attrition Rate	For service 4 years and below 15.00% p.a. For service 5 years and above 4.00% p.a.	For service 4 years and below 15.00% p.a. For service 5 years and above 4.00% p.a.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

Sensitivity Analysis:

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below has been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis are given below:

Assumptions	Change in DBO
Delta Effect of +1.00% Change in Rate of Discounting	₹(4,69,039)
Delta Effect of -1.00% Change in Rate of Discounting	₹5,56,815
Delta Effect of +1.00% Change in Rate of Salary Increase	₹3,81,606
Delta Effect of -1.00% Change in Rate of Salary Increase	₹(3,84,442)
Delta Effect of +1.00% Change in Rate of Employee Turnover	₹51,637
Delta Effect of -1.00% Change in Rate of Employee Turnover	₹(64,591)

The sensitivity analysis has been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the Defined Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the Defined Benefit Obligation as recognised in the balance sheet.

There is no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

41. The Provisions of CSR Section 135 of the Companies Act, 2013 related to Corporate Social Responsibility are applicable to the Holding Company. The disclosure in respect of Corporate Social Responsibility (CSR) is as follows:

Particulars	(in ₹ lakhs)
	FY 2023-24
Amount Required to be spent by the Holding Company	16.71
Amount of expenditure incurred	38.00
Shortfall at the end of the previous year	NIL
Total of previous years shortfall	NIL
Reason for shortfall	NA
Contribution to a Section 8 Company controlled by the promoter of the holding Company in relation to CSR Expenditure	38.00

The contribution to a Section 8 Company controlled by the holding Company has been used for following activities:

- Promoting Education.
- Promoting health care including preventive health care.
- Setting up homes and hostels for women and orphans.
- Setting up old age homes, day care centers and such other facilities for senior citizens.
- Welfare of the schedule caste, tribes, other backward classes, minorities and women.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

42. The Code on Social Security, 2020

The Code on Social Security 2020 ('Code') has been notified in the Official Gazette on September 29, 2020. The Code is not yet effective and related rules are yet to be notified. Impact if any of the change will be assessed and recognized in the period in which the said Code becomes effective and the rules framed thereunder are notified.

43. Contingent Liabilities

The Company has not provided for any contingent liability in Consolidated Financial Statements. The Company has paid advance for property of ₹547.25 lakhs to Mukesh Engineering Industries during FY16 and FY17 and due to the dispute with the party, the Holding Company has filed arbitration and as per the arbitration award dated September 17, 2019 the said party was required to pay this amount along with interest thereon as awarded by the arbitrator. Presently the matter has been litigated and pending before Hon'ble Gujarat High Court.

44. Additional information pursuant to the provisions of Schedule III of The Companies Act, 2013

a. Title deeds of Immovable Property not held in name of the Holding Company:

During the year, the Company has not owned any immovable properties whose title deeds are not held in the name of the Company.

b. During the year, Holding Company has not revalued any Property, Plant and Equipment.

c. Details of Benami Property held and the proceedings under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder:

During the year, there is no such proceedings have been initiated or pending as on the date of balance sheet, against the Holding Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.

d. Borrowings on security of current asset:

The Holding Company has been sanctioned working capital limits in excess of five crores rupees in aggregate from banks and financial institutions on the basis of security of current assets of the holding Company. The quarterly returns/statements filed by the holding Company with such banks/financial institutions in respect of gross value of primary securities, are in agreement with the books of accounts of the holding Company except for the quarter ended on December 31, 2023 and the details of which are as follows along with the reconciliation. The holding Company has not submitted the stock and book debt statement for the quarter ended on March 31, 2024 to the bank till the signing of this report.

Particulars	Amount as per books (₹ in lakhs)	Amount as per Stock Statement submitted to bank (₹ in lakhs)	Difference (₹ in lakhs)	Reconciliation and reason for variation
Stock at on December 31, 2023	2,253.31	1,289.05	964.26	The difference is due to the stock being in transit as on December 31, 2023.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

d. Borrowings on security of current asset: (Contd.)

Particulars	Amount as per books (₹ in lakhs)	Amount as per Stock Statement submitted to bank (₹ in lakhs)	Difference (₹ in lakhs)	Reconciliation and reason for variation														
Book debts as on December 31, 2023	10,870.88	4,793.83	6,077.05	The difference is due to the following amounts included in Debtors in books of account but while submitting the details to the bank the same were excluded since the bank did not consider these debtors for calculation of drawing power.														
				<table border="1"> <thead> <tr> <th>Particulars</th> <th>Amount in lakhs</th> </tr> </thead> <tbody> <tr> <td>Unbilled Debtors</td> <td>1,745.63</td> </tr> <tr> <td>Related Party - Debtors</td> <td>1,964.99</td> </tr> <tr> <td>Debtors above 90 Days</td> <td>154.91</td> </tr> <tr> <td>Common debtor/creditor relation</td> <td>2,041.25</td> </tr> <tr> <td>Debtors less than threshold limit reporting</td> <td>170.27</td> </tr> <tr> <td>Total</td> <td>6,077.05</td> </tr> </tbody> </table>	Particulars	Amount in lakhs	Unbilled Debtors	1,745.63	Related Party - Debtors	1,964.99	Debtors above 90 Days	154.91	Common debtor/creditor relation	2,041.25	Debtors less than threshold limit reporting	170.27	Total	6,077.05
Particulars	Amount in lakhs																	
Unbilled Debtors	1,745.63																	
Related Party - Debtors	1,964.99																	
Debtors above 90 Days	154.91																	
Common debtor/creditor relation	2,041.25																	
Debtors less than threshold limit reporting	170.27																	
Total	6,077.05																	

e. During the year, none of the companies of the Group was declared as wilful defaulter by any bank or financial Institution or other lender.

f. Based on the information available with the companies, there are no transactions with struck off companies.

g. Registration of charges or satisfaction with Registrar of Companies:

All the charges or satisfactions are duly registered with registrar of companies.

h. The holding Company has one subsidiary in India. As per the provisions of the proviso the sub-rule(1) of the Companies (Restriction on number of Layers) Rules, 2017 (as amended), the said layer is not to be considered and hence the provisions of the clause (87) of Section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017 (as amended) are not applicable.

i. The holding Company does not have any such transactions which are not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961 (such as search or survey or any other relevant provisions of The Income Tax Act, 1961).

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

j. Financial Ratios:

Sr. No.	Ratio	Numerator Denominator	As at March 31		% of Variance	Reasons for Variance in Excess of 25%
			2024	2023		
A.	Current Ratio (In times)	Current Assets (As per Balance sheet) Inventories + Trade Receivables + Cash and Cash Equivalents + Short term Loans and advances + other current assets <hr/> Current Liabilities (As per Balance sheet) Short term borrowings + trade payables + Other current liabilities + Short term provisions	2.90	1.25	131.69	Increase is due to the fact that there is increase in current assets in current year as compared to last year.
B.	Debt - Equity Ratio (In times)	Total Debts (As per Balance sheet) Total long Term Borrowings + Total Short Term Borrowings <hr/> Shareholder's Equity (As per Balance sheet) Paid up Share Capital + Reserves and surplus	0.14	0.54	-74.63	Decrease is due to the fact that in current year the shareholder's equity is increased as compared to last year due to the IPO.
C.	Debt Service Coverage Ratio (In times)	Profit before Exceptional items and Tax + Interest Expense + Depreciation and amortization - Current Tax expense <hr/> Interest Expense + Principal repayment of long term debt	4.09	3.22	27.15	Increase is due to the fact that there is significant increase in profit during the period as compared to last year.
D.	Return on Equity Ratio (in %)	Profit after Tax <hr/> Shareholder's fund	13.27	37.08	-64.21	Decrease is due to the fact that during the current period there is increase the shareholder's fund due to IPO.
E.	Inventory T/O Ratio (in times)	Cost of Goods Sold (Opening Stock of Inventory + Purchases + Direct Expenses - Closing Inventory) <hr/> Average inventory ((Opening Inventory + Closing Inventory)/(2))	5.91	2.35	151.16	Increase is mainly due to increase in purchase which is higher as compared to increase in average inventory in current year as compared to last year.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

j. Financial Ratios: (Contd.)

Sr. No.	Ratio	Numerator Denominator	As at March 31		% of Variance	Reasons for Variance in Excess of 25%
			2024	2023		
F.	Trade Receivable T/O Ratio (in Days)	Average Trade receivable * 365 days ((Opening trade receivable + Closing trade Receivable)/(2)) Gross Sales (Revenue from operations from Profit & Loss Account)	78.91	64.13	23.04	Since the variance in the ratio is less than 25%, reasons for change is not given.
G.	Trade payable T/O Ratio (in Days)	Average Trade payable * 365 days ((Opening trade payable + Closing trade Payable)/(2)) Gross Purchases	40.23	32.91	22.23	Since the variance in the ratio is less than 25%, reasons for change is not given.
H.	Net Capital T/O Ratio (In times)	Revenue from operations (from profit and loss account) Working Capital (Current Assets as per Balance sheet - Current Liabilities excluding current maturity of long term debts)	1.43	7.29	-80.36	Decrease is mainly due to increase in working capital in current year as compared to last year.
I.	Net Profit Ratio (in %)	Profit after Tax Revenue from Operations	10.14	10.61	-4.43	Since the variance in the ratio is less than 25%, reasons for change is not given.
J.	Return on capital Employed (in %)	Profit before tax and Exceptional and extraordinary items + Interest expense Average Capital Employed (Shareholder's equity + Total Debt - Deferred tax Assets)	29.06	42.90	-32.27	Decrease is mainly due to the increase in average capital employed in current year as compared to last year.
K.	Return on Investment (in %)	Dividend Income + Interest Income Average (Investments + Fixed Deposits)	0.72	5.25	-86.22	Decrease is due to sudden increase in investment through FD, because of IPO Proceeds in the month of March 2024.

k. During the year, no scheme of Arrangements has been approved by the Competent Authority in terms of Sections 230 to 237 of the Companies Act, 2013.

- l. A) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Group to or in any other person(s) or entity(ies), including foreign entities ("intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Holding Company (Ultimate Beneficiaries).
- B) The group has not received any fund from any party(s) (Funding Party) with the understanding that the Group shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

m. Value of imports calculated on CIF basis:

Particulars	March 31, 2024	March 31, 2023
Raw Materials & Components	NIL	NIL
Stores and Spares	NIL	NIL
Capital Goods	NIL	NIL

n. Expenditure in Foreign Currency (Accrual Basis):

Particulars	March 31, 2024	March 31, 2023
Expenses debited in the statement of Profit & Loss	NIL	NIL

o. Imported and Indigenous raw materials, components and spare parts consumed:

Particulars	March 31, 2024		March 31, 2023	
	Amount	%	Amount	%
Imported	NIL	NIL	NIL	0.00
Indigenous	25,816.68	100.00	8,008.81	100.00

(in ₹ lakhs)

p. Earning in Foreign Currency (accrual basis):

Particulars	March 31, 2024	March 31, 2023
FOB value of exports	NIL	14.93

(in ₹ lakhs)

q. Director's Remuneration:

Particulars	March 31, 2024	March 31, 2023
Directors' Remuneration	66.75	30.42

(in ₹ lakhs)

r. Auditor's Remuneration:

Particulars	March 31, 2024	March 31, 2023
Statutory Audit	8.90	12.81
GST consultations	-	0.90
Total	8.90	13.62

(in ₹ lakhs)

s. Undisclosed Income:

During the year, there are no transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income in the Tax Assessment under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income-tax Act, 1961).

t. Details of Crypto Currency or Virtual Currency:

During the year, the Group has not traded or invested in any Crypto Currency or Virtual Currency and hence not applicable.

Notes to Consolidated Financial Statements

For the year ended March 31, 2024

45. Events occurring after the Consolidated Balance sheet date

The group evaluates events and transactions that occur subsequent to the consolidated balance sheet date but prior to approval of the Consolidated financial statements to determine the necessity for recognition and/or reporting of any of these events and transactions in the Consolidated financial statements. As of April 19, 2024, there are no subsequent events to be recognized or reported except disclosed above in the relevant notes.

46. Approval of the Consolidated Financial Statements

The Consolidated Financial Statements were approved for issue by the Board of Directors on April 19, 2024.

47. Accounting policies not specifically referred to otherwise are consistent and in consonance with the generally accepted accounting policies. (GAAP)

48. The previous year's figures have been regrouped or reclassified wherever necessary to confirm with the current year's presentation.

In terms of our attached report of even date

For **K A Sanghavi and Co. LLP**
Chartered Accountants
FRN: 0120846W/W100289

For **KP Green Engineering Limited**
(formerly known as K P Buildcon Private Limited)

Keyur Ashvinbhai Sanghavi
M. No.: 109227
ICAI UDIN: 24109227BKCXFW1212

**Farukbhai
Gulambhai Patel**
Chairman & Director
DIN: 00414045

Muinulhaque Iqbalhusen Kadva
Whole-Time Director
DIN: 07661317

Place: Surat
Date: April 19, 2024

Pravinkumar Singh
Chief Financial Officer

Saurabh Sharma
Company Secretary



KP GREEN ENGINEERING LIMITED

REGISTERED OFFICE:

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