



Date: August 07, 2024

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001.

Respected Sir/Ma'am

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

Ref.: Inflame Appliances Limited (Security Id.: INFLAME, Security Code: 541083)

This is to inform you that the 7th Annual General Meeting (“AGM”) of the Company will be held on Tuesday, September 03, 2024 at 11:30 A.M. through Video Conferencing/ Other Audio-Visual Means in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India.

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), 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 is also uploaded on the Company’s website and can be accessed at www.inflameindia.com.

We would further like to inform that the Company has fixed Tuesday, August 27, 2024 as the cut-off date for ascertaining the names of the members holding shares in dematerialised form, who will be entitled to cast their votes electronically in respect of the businesses to be transacted as per the Notice of the AGM and to attend the AGM.

You are requested to take the same on your records.

For, Inflame Appliances Limited

Aditya Kaushik
Chairman and Managing Director
DIN: 06790052

Place: Panchkula
Encl: Annual Report

INFLAME APPLIANCES LIMITED

(Formerly TECHNO ENGINEERING CORPORATION)

ADD.: Village Bagwali, Khasra No. 40/14-15-16-17/1, Block - Raipur Rani, Nh - 73, Panchkula, Haryana-134202, India.

Regd. Office:- Khewat Khatoni No. 45/45, Khasra No. 942/855/1 Village Kalyanpur Tehsil-Baddi, Solan, Himachal Pradesh-173205, India.

www.inflameindia.com, Email id: cs@inflameindia.com, **M:** 7832901824, **CIN:** L74999HP2017PLC006778

inflame

Inspired Cooking



Inflame Appliances Limited

CIN: L74999HP2017PLC006778

ANNUAL REPORT
2023-24

WHAT'S INSIDE

Corporate Overview	01 - 04
What's Inside	01
Key Management	02
About Us	03
Corporate Information	04
Statutory Reports	05 - 29
Director's Report	05
Annexure A - Particulars of Employees	16
Annexure B - Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo	17
Annexure C - Management Discussion and Analysis Report	18
Annexure D - Secretarial Audit Report	26
Financial Statements	30 - 66
Independent Auditor's Report	30
Annexure A	33
Annexure B	37
Statement of Assets and Liabilities	39
Statement of Profit and Loss	40
Cash Flow Statement	41
Notes	42
Notice	66 - 74
Notice	66
Annexure to Notice	74

Key Management



Amit Kaushik

CEO & CFO

He has a cumulative experience of 28 years in the field of business promotion and has held various management positions. Along with developing & monitoring strategies to ensure long-term financial viability of the organization, he is also responsible for the identification and design of products & suppliers, sales & marketing activities and overseas operations.



Aditya Kaushik

Chairman & Managing Director

He is associated with appliances industry since beginning of this millennium. He has an entrepreneur experience of over 18 years and possesses a great insight of appliances trade in India. He has the understanding of all commercial & technical aspects of appliances. He is responsible for operational and logistics functions of the company.



Ashwani Goel

Whole-Time Director

He is a metallurgical engineer from NIT Jaipur. He has an illustrious career and has spent over 30 years in building and growing JSW. He is a pioneer in the field of supply chain management, plant operations and sales. Ever since he has taken over as a Director with Inflamm, he has played a vital role in the turnaround of the company.



Anusheel Kaushik

Director* & Head - Hyderabad Unit

He is a Mechanical engineer with a masters degree in International Business Management. He holds experience in PLM, project management and data analysis. Mr. Kaushik is in-charge for implementing new manufacturing project at Maheshwaram, Hyderabad. Using his experience, the Company expects to implement European systems at this new facility.

* - w.e.f. 1st April, 2023

ABOUT US

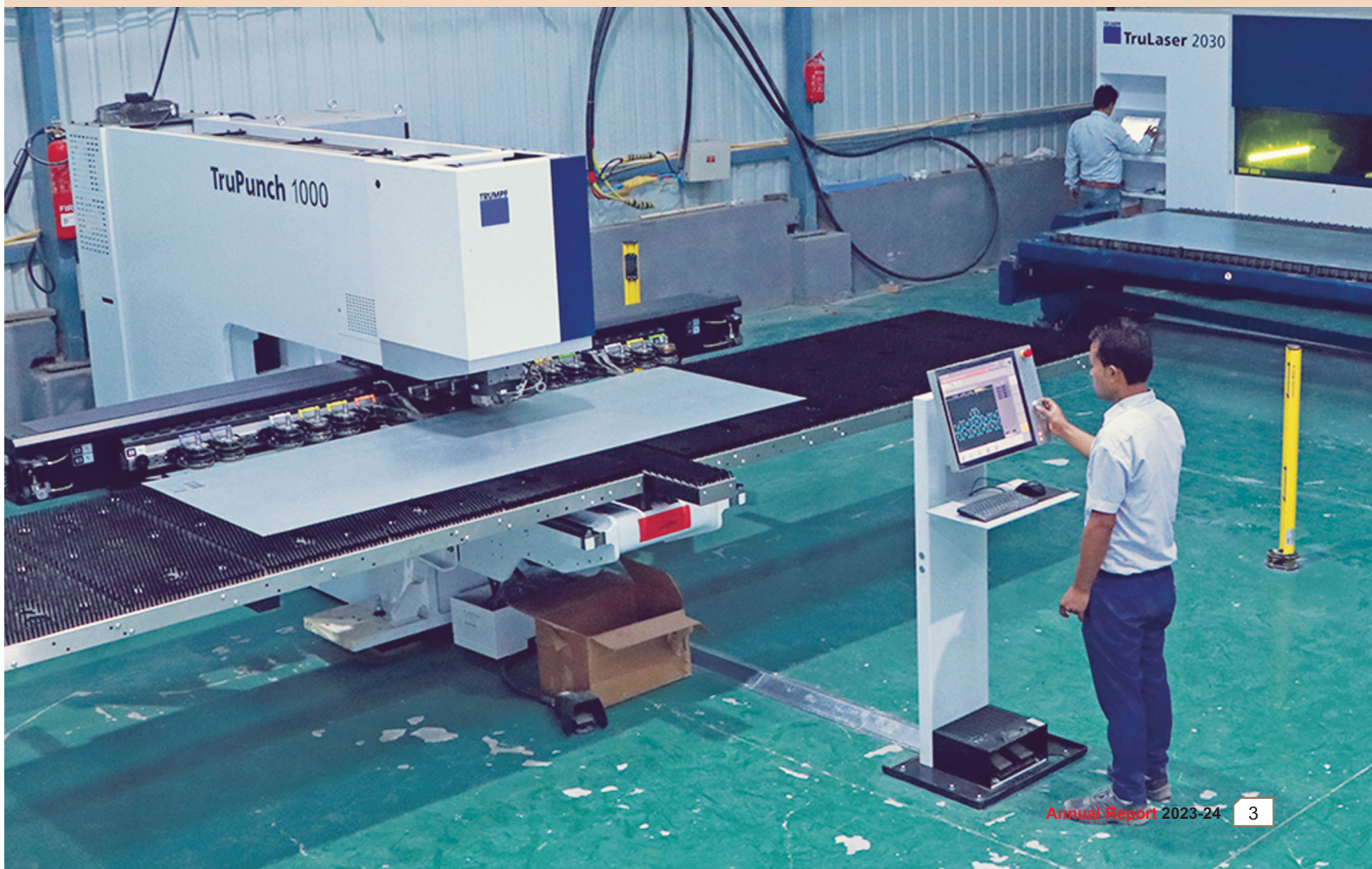
Inflame Appliances Limited is an ISO 9001:2015 certified company and engaged in manufacturing of Electrical Chimneys/Range Hoods, Built-in Gas Hobs and LPG Gas Stove/ Cooktops(Metal & Glass Cooktops) in Haryana and Telangana(Production beginning on January 23, 2023).

Our company had also been a part of **PRIME MINISTER UJJWALA YOJANA (PMUY)** launched by the Central Govt. of India for providing 5 Crore new gas connection to the people below poverty line in the country. This PMUY had created a huge demand for LPG gas stoves which helped our company to achieve higher growth.

Inflame markets and sells its products in its own brand “Inflame” in the domestic & overseas markets. Being a leading manufacturer of Range Hoods (Electrical Chimneys) in India today, Inflame is catering to the requirements of other big appliances brands who were sourcing these range hoods from overseas producers previously, benefiting them to serve better quality and saving the cost of transit. Also, the company plans to further increase its capacity to 40,000 Chimneys per month by establishing one more Plant in the State of Telangana in near future.

Our development process includes design, development, testing, manufacturing and delivery. Our progressive management and cutting edge production technology contribute to our ability to provide our customers with exceptional value in a highly competitive industry. Also our manufacturing facilities are equipped with modern infrastructure and sophisticated machines backed by untiring efforts in the field of research & development and high quality consciousness.

Our Company erstwhile Partnership firm was founded by Mr. Dinesh Kapoor and Mr. Karan Kapoor in the year 2010 with an object of manufacturing of Automobile Parts. Later the partnership firm was taken over by Mr. Aditya Kaushik and Mr. Dinesh Kaushik in the year 2015 and presently promoted by Mr. Aditya Kaushik, Mr. Dinesh Kaushik and Mr. Amit Kaushik who have experience in Kitchen Appliances business. The potential experience of the Promoters has been instrumental in determining the vision and growth strategies for our Company. We further believe that our market position has been achieved by adherence to the vision of our Promoters and senior management team and their experience in the Kitchen Appliances Industry.



CORPORATE INFORMATION

BOARD OF DIRECTORS

Name	DIN	Designation
Mr. Aditya Kaushik	06790052	Chairman and Managing Director
Mr. Naveen Kumar	08743772	Whole Time Director
Mr. Ashwani Kumar Goel	08621161	Whole Time Director
Mr. Anusheel Kaushik	10091002	Whole Time Director
Mr. Akshay Kumar Vats	08020018	Non-Executive Independent Director
Ms. Smita Bhandari	08205214	Non-Executive Independent Director

KEY MANAGERIAL PERSONNEL

Name	Designation
Mr. Amit Kaushik	Chief Financial Officer and Chief Executive Officer
Ms. Zalak Nitin Kumar Shah	Company Secretary & Compliance Officer

AUDIT COMMITTEE

Name	DIN	Designation
Mr. Akshay Kumar Vats	08020018	Chairperson
Mr. Aditya Kaushik	06790052	Member
Ms. Smita Bhandari	08205214	Member

STAKEHOLDER'S RELATIONSHIP COMMITTEE

Name	DIN	Designation
Ms. Smita Bhandari	08205214	Chairperson
Mr. Aditya Kaushik	06790052	Member
Mr. Akshay Kumar Vats	08020018	Member

NOMINATION & REMUNERATION COMMITTEE

Name	DIN	Designation
Mr. Akshay Kumar Vats	08020018	Chairperson
Ms. Smita Bhandari	08205214	Member
Mr. Aditya Kaushik	06790052	Member

STATUTORY AUDITORS

M/s. Gandhi Minocha & Co.
Chartered Accountants
Address: 1A, Tribune Colony, Jagadhari Road, Ambala Cantt., Haryana 133001, India.
Tel. No.: 011-27303070
Email: gandhica@yahoo.com
Contact Person: CA Bhupinder Singh & CA Gaurav Chibber

SECRETARIAL AUDITOR

M/s. Mittal V. Kothari and Associates
Practicing Company Secretary
Registered Office: D-25, Kirtisagar Appartment, Nr. Omkareshwar Mandir, Satellite, Ahmedabad-380015.
Email Id: complianceteam65@gmail.com

REGISTRAR & SHARE TRANSFER AGENT

Skyline Financial Services Pvt. Ltd,
D-153A, 1st Floor, Okhla Industrial Area Phase-I, New Delhi, Delhi, 110020.
Tel. Number: 011-26812682-83
Email Id: info@skylinerta.com
Website: www.skylinerta.com

BANKERS TO THE COMPANY

HDFC Bank
Branch:- Shahzadpur, Ambala.

REGISTERED OFFICE

Khewat Khatoni No. 45/45, Khasra No. 942/855/1, Village Kalyanpur, Tehsil-Baddi, Solan-173205, Himachal Pradesh.
Telephone No.: +91-7832901824
Email: cs@inflammindia.com
Website: www.inflammindia.com

CORPORATE OFFICE

Village Bagwali, Khasra No. 40/14-15-16-17/1, Block - Raipur Rani, NH-73, Panchkula-134202.
Telephone No.: +91-7832901824

BOARD OF DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors have pleasure in presenting this 07th Annual Report on the business and operations of your Company ("the Company"), along with the Audited financial statements for the financial year ended on March 31, 2024.

FINANCIAL RESULTS:

The Company's financial performance for the year ended on March 31, 2024 is summarized below:

PARTICULARS	AMOUNT (₹ IN LAKHS)	
	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
Revenue From Operations	9243.69	7735.96
Other Income	130.08	64.38
Total Revenue (I+II)	9373.77	7800.34
Earnings Before Interest, Taxes, Depreciation and Amortization Expense	917.77	1063.12
Finance Cost	321.64	209.68
Depreciation and Amortization Expense	443.03	223.94
Profit Before Tax (IV-V-VI)	153.10	629.50
Extraordinary items	-	189.04
Tax Expense:		
i. Current Tax Expense	25.56	6.16
ii. Deferred Tax Expenses	53.25	(110.50)
iii. MAT	(25.56)	-
iv. Short and excess provision of tax relating to earlier year	(5.02)	-
Profit After Tax (VII-VIII)	104.87	323.80

COMPANY'S PERFORMANCE:

STANDALONE FINANCIAL RESULTS:

During the year under review, the revenue from operation of the Company stood at Rs. 9243.69 Lakh as against that of Rs. 7735.96 Lakh for previous year.

Profit before Tax for the financial year 2023-24 stood at Rs. 153.10 Lakhs as against that of Rs. 629.50 for the financial year 2022-23 making the net profit of Rs. 104.87 for the financial year 2023-24 as against the net Profit of Rs. 323.80 Lakhs for the financial year 2022-23.

During the year under review, Revenue from Operations of the Company was increased by 19.49% than that of previous year. The Major increased in revenue from operation was due to increase in sales. However, increase in sales also caused increase in cost of material and other operation expenses.

DIVIDEND:

With a view to conserve and save the resources for future prospect of the Company, the Directors have not declared dividend for the financial year 2023-24 (Previous Year Nil).

TRANSFER TO RESERVES:

During the year, the Company has not apportioned any amount to other reserve. Total amount of net profit is carried to the Reserves & Surplus as shown in the Balance Sheet of the Company.

CHANGE IN NATURE OF BUSINESS:

During the year, your Company has not changed its business or object and continues to be in the same line of business as per main object of the Company.

CHANGE IN THE REGISTERED OFFICE:

During the year under review, there was no change in the registered office of the Company.

However, the Board of Directors of the Company approved the Corporate Office of the Company situated at Khasra No. 40/14-15-16-17/1, Bagwali, NH-73, Distt, Panchkula -134202, Haryana as the place other than Registered Office where Books of Accounts of the Company be kept.

SHARE CAPITAL:

During the year under review, no changes were carried out in the authorized and paid-up share capital of the Company.

AUTHORIZED SHARE CAPITAL:

The Authorized share Capital of the Company, as on March 31, 2024 is Rs.10, 50,00,000/- (Rupees Ten Crores Fifty Lakhs Only) divided into 1,05,00,000 (One Crores Five Lakhs) Equity Shares of Rs. 10/- (Rupees Ten Only) each.

ISSUED, SUBSCRIBED & PAID-UP CAPITAL:

The present paid up Capital of the Company as on March 31, 2024 is Rs. 7,34,10,000 (Rupees Seven Crores Thirty Four Lakhs Ten Thousand Only) divided into 73,41,000 (Seventy Three Lakhs Forty One Thousand) Equity Shares of Rs. 10/- (Rupees Ten Only) each.

During the year under review, in the Extra-ordinary general meeting of Members of the company held on August 02, 2023, passed the Special resolution to create, issue, offer and allot upto 3,50,000 (Three Lakh Fifty Thousand) convertible warrants of the Company, at an option of the Warrant Holder, at any time, in one or more tranches, within Eighteen (18) months from date of allotment of warrants on payment of 75% balance amount due on warrants, into equivalent number of fully paid up Equity Shares of face value of Rs.10/- (Rupees Ten only) at a price of Rs. 526/- (Rupees Five Hundred Twenty Six only) per warrant each convertible into 1 (One) Equity share of face value of Rs. 10/- each at a premium of Rs. 516/- (Rupees Five Hundred Sixteen only) per warrant aggregating to not more than Rs.18,41,00,000/- (Rupees Eighteen Crore Forty One Lakh Only) on preferential basis to promoter/promoter group/public category shareholders of the company.

Upon receipt of 25% of issue price from the Proposed allottees, 3,50,000 Warrants were allotted by the Company in accordance with the provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 on August 17, 2023. Also, company received in principle approval of said warrants from BSE Limited as on August 03, 2023.

UTILIZATION OF FUNDS RAISED THROUGH PREFERENTIAL ISSUE OF WARRANTS:

The Company raised funds of Rs. 4,60,25,000 (Rupees Four Crores sixty lakhs twenty five thousand Only) i.e. 25% of the total consideration being Rs. 18,41,00,000 (Rupees Eighteen crores fourteen lakhs only) through Preferential Issue of Warrants . The gross proceeds of preferential issue have been utilized in the following manner:

(₹ in Crores)			
Sr. No.	Original Object	Original Allocation	Funds Utilized March 31, 2024
1.	To broad base the capital structure of the Company required for business growth and future expansion plans;	Rs. 4.60/-	Rs. 4.60/-
2.	To meet increased working capital requirements;		
3.	General corporate purpose or such other objects, as the Board may from time to time decide in the best interest of the Company.		

Further, there is no deviation/variation in the utilization of the gross proceeds raised through Preferential Issue of Warrants.

BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

• **CONSTITUTION OF BOARD:**

As on the date of this report, the Board comprises of following Directors;

Name of Director	Category Cum Designation	Date of Original Appointment	Date of Appointment at current Term & designation	Total Director-ship ²	No. of Committee ¹		No. of Equity Shares held as on March 31, 2024
					in which Director is Member	in which Director is Chairman	
Mr. Aditya Kaushik	Chairman and Managing Director	November 14, 2017	August 31, 2022	-	2	-	30,13,400

Name of Director	Category Cum Designation	Date of Original Appointment	Date of Appointment at current Term & designation	Total Director- ship ²	No. of Committee ¹		No. of Equity Shares held as on March 31, 2024
					in which Director is Member	in which Director is Chairman	
Mr. Ashwani Kumar Goel	Whole Time Director	December 12, 2019	August 28, 2023	-	-	-	1,99,000
Mr. Naveen Kumar	Whole Time Director	March 14, 2020	September 29, 2020	-	-	-	-
Mr. Akshay Kumar Vats	Non-Executive Independent Director	January 05, 2018	January 05, 2023	-	2	1	-
Ms. Smita Bhandari	Non-Executive Independent Director	August 28, 2018	September 28, 2023	-	2	1	-
Mr. Anusheel Kaushik	Whole Time Director	April 01, 2023	April 01, 2023	-	-	-	-

1 Committee includes Audit Committee and Stakeholder's Relationship Committee across all Public Companies.

2 Excluding LLPs, Section 8 Company & Struck Off Companies.

The composition of Board complies with the requirements of the Companies Act, 2013 ("Act"). Further, in pursuance of Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Company is exempted from the requirement of having composition of Board as per Regulation 17 of Listing Regulations.

None of the Director of the Company is serving as a Whole-Time Director in any other Listed Company and the number of their directorship is within the limits laid down under section 165 of the Companies Act, 2013.

• **DISCLOSURE BY DIRECTORS:**

The Directors on the Board have submitted notice of interest under Section 184(1) i.e. in Form MBP-1, intimation under Section 164(2) i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company.

• **BOARD MEETING:**

The Board of the Company regularly meets to discuss various Business opportunities. Additional Board meetings are called & convened, as and when required, to discuss and decide on various business policies, strategies and other businesses.

During the year under review, Board of Directors of the Company met 11 (Eleven) times on May 24, 2023, July 06, 2023, July 25, 2023, August 02, 2023, August 14, 2023, August 17, 2023, November 11, 2023, December 12, 2023, December 27, 2023, February 12, 2024 and March 30, 2024. Pursuant to Section 173 of the Companies Act, 2013, the time gap between the two consecutive Board Meetings was not be more than 120 days.

The details of attendance of each Director at the Board Meeting and Annual General Meeting are given below:

Name of Director	Mr. Aditya Kaushik	Mr. Akshay Kumar Vats	Ms. Smita Bhandari	Mr. Ashwani Kumar Goel	Mr. Naveen Kumar	Mr. Anusheel Kaushik
Number of Board Meeting held	11	11	11	11	11	11
Number of Board Meetings Eligible to attend	11	11	11	11	11	11
Number of Board Meeting attended	11	11	11	11	11	11
Presence at the previous AGM of F.Y. 2022-23	Yes	Yes	Yes	Yes	Yes	Yes

GENERAL MEETINGS:

During the year under review, the following General Meetings were held, the details of which are given as under:

Sr.No.	Type of General Meeting	Date of General Meeting
1.	Extra Ordinary General Meeting	August 02, 2023
2.	Annual General Meeting	August 28, 2023

INDEPENDENT DIRECTORS:

The Company has received necessary declaration from each Independent Director under Section 149 (7) of the act that they meet the criteria of independence laid down in Section 149 (6) of the Act. Further, all the Independent Directors of the Company have registered themselves in the Independent Director Data Bank. In the opinion of the Board, all our Independent Directors possess requisite qualifications, experience, expertise including the Proficiency and hold high standards of integrity for the purpose of Rule 8(5)(iiiia) of the Companies (Accounts) Rules, 2014.

A separate meeting of Independent Directors was held on March 30, 2024 to review the performance of Non-Independent Directors and Board as whole and performance of Chairperson of the Company including assessment of quality, quantity and timeliness of flow of information between Company management and Board.

INFORMATION ON DIRECTORATE AND KEY MANAGERIAL PERSONNEL (KMP):

During the year under review, there were following changes in constitution of the Board of Directors of the Company.

- **Change in Composition of Board of Directors:**

During the year under review, several key appointments and reappointments were taken place:

1. In the Board Meeting held on March 25, 2023, Mr. Anusheel Kaushik was appointed as an Additional (Whole time Director on the Board of the company w.e.f. from April 01, 2023 or date of allotment of valid DIN from Ministry of Corporate Affairs whichever is later.

In the Annual General Meeting of the Members of the company held on August 28, 2023, approved the following mentioned changes in the board;

2. Mr. Anusheel Kaushik (DIN: 10091002) has been regularized as a Whole-Time Director of the company, for a period of five (5) years w.e.f. April 01, 2023, liable to retire by rotation.
3. Mr. Ashwani Kumar Goel (DIN: 08621161) has been re-appointed as a Whole-Time Director of the company, for further period of five (5) years w.e.f. August 28, 2023, liable to retire by rotation.
4. Mr. Akshay Kumar Vats (DIN: 08020018) has been re-appointed as an Independent Director of the company for a second term of five (5) consecutive years, w.e.f. January 5, 2023, and is not liable to retire by rotation.
5. Ms. Smita Bhandari (DIN: 08205214) has been re-appointed as an Independent Director of the company for a second term of five (5) consecutive years, w.e.f. September 28, 2023, and is not liable to retire by rotation.

- **Retirement by Rotation and Subsequent Re-Appointment**

In accordance with the provisions of the Articles of Association and Section 152 and other applicable provisions if any of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules 2014 (including and statutory modification(s) or re-enactment(s) thereof for the time being in force) Mr. Aditya Kaushik (DIN: 06790052) is liable to retire by rotation at the ensuing Annual General Meeting and being eligible, have offered himself for re-appointment.

Appropriate business for his re-appointment is being placed for the approval of the shareholders of the Company at the ensuing AGM. The brief resume of the Director and other related information has been detailed in the Notice convening the ensuing AGM of the Company.

DETAILS OF KEY MANAGERIAL PERSONNEL:

During financial year 2023-24, in accordance with Section 203 of the Companies Act, 2013, the Company has appointed following Key Managerial Personnels:

1. Mr. Aditya Kaushik as Chairman and Managing Director of the Company,
2. Mr. Ashwani Kumar Goel, Mr. Anusheel Kaushik and Mr. Naveen Kumar as Whole Time Director of the company,
3. Mr. Amit Kaushik as Chief executive officer (CEO) and Chief financial officer (CFO) of the Company.
4. Ms. Zalak Shah as Company Secretary (CS) and Compliance Officer of the Company.

PERFORMANCE EVALUATION:

The Board of Directors has carried out an annual evaluation of its own performance, board committees and individual directors pursuant to the provisions of the Companies Act, 2013 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in the following manners;

- The performance of the board was evaluated by the board, after seeking inputs from all the directors, on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning etc.
- The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.
- The board and the nomination and remuneration committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the chairman was also evaluated on the key aspects of his role.

Separate meeting of independent directors was held to evaluate the performance of non-independent directors, performance of the board as a whole and performance of the chairman, taking into account the views of executive directors and non-executive directors. The same was discussed in the board meeting that followed the meeting of the independent directors, at which the performance of the board, its committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to section 134(5) of the Companies Act, 2013 the Board of Directors to the best of their knowledge and ability confirm that:

- a) In preparation of Annual Accounts for the year ended March 31, 2024 the applicable accounting standards have been followed and that no material departures have been made from the same;
- b) The Directors have selected such accounting policies and applied them consistently and have made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit or loss of the Company for the year;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the Annual Accounts for the year ended March 31, 2024 on going concern basis;
- e) The Directors have laid down the internal financial controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

COMMITTEE OF BOARD:

The Board of Directors in line with the requirement of the act has formed various committees, details of which are given hereunder:

A. Audit Committee:-

The Board of Directors had constituted Audit Committee in line with the provisions of Section 177 of the Companies Act, 2013. The terms of reference of the Committee is available on the website of the Company at www.inflameindia.com.

During the year under review, the Audit Committee met 4 (Four) times during the Financial Year 2023-24 on May 24, 2023, August 02, 2023, November 11, 2023 and February 12, 2024.

The composition of the Committee and the details of meetings attended by its members are given below:

Name of the Directors	Category	Designation	Number of meetings during the Financial Year 2023-24		
			Held	Eligible to attend	Attended
Mr. Akshay Kumar Vats	Non-Executive Independent Director	Chairperson	4	4	4
Mr. Aditya Kaushik	Chairman and Managing Director	Member	4	4	4
Ms. Smita Bhandari	Non-Executive Independent Director	Member	4	4	4

The Statutory Auditors of the Company are invited in the meeting of the Committee wherever required. Further, the Company Secretary of the Company is acting as Company Secretary to the Audit Committee.

Recommendations of Audit Committee wherever/whenever given have been considered and accepted by the Board.

VIGIL MECHANISM:

The Company has established a vigil mechanism and accordingly framed a Whistle Blower Policy. The policy enables the employees to report to the management instances of unethical behavior actual or suspected fraud or violation of Company's Code of Conduct.

Further the mechanism adopted by the Company encourages the Whistle Blower to report genuine concerns or grievances and provide for adequate safe guards against victimization of the Whistle Blower who avails of such mechanism and also provides for direct access to the Chairman of the Audit Committee in exceptional cases. The functioning of vigil mechanism is reviewed by the Audit Committee from time to time. None of the Whistle blowers has been denied access to the Audit Committee of the Board. The Whistle Blower Policy of the Company is available on the website of the Company at www.inflammindia.com.

B. STAKEHOLDER'S RELATIONSHIP COMMITTEE:

The Company has formed Stakeholder's Relationship Committee in line with the provisions Section 178 of the Companies Act, 2013.

The Board of Directors has constituted Stakeholder's Relationship Committee mainly to focus on the redressal of Shareholders' / Investors' Grievances if any like Transfer / Transmission / Demat of Shares; Loss of Share Certificates; Non-receipt of Annual Report; Dividend Warrants; etc.

The Stakeholders Relationship Committee shall report to the Board on a quarterly basis regarding the status of redressal of complaints received from the shareholders of the Company. The terms of reference of the Committee is available on the website of the Company at www.inflammindia.com

During the year under review, Stakeholder's Relationship Committee met 4 (Four) times viz on May 24, 2023, August 02, 2023, November 11, 2023 and February 12, 2024. The composition of the Committee and the details of meetings attended by its members are given below:

Name of the Directors	Category	Designation	Number of meetings during the Financial Year 2023-24		
			Held	Eligible to attend	Attended
Ms. Smita Bhandari	Non-Executive Independent Director	Chairperson	4	4	4
Mr. Aditya Kaushik	Chairman & Managing Director	Member	4	4	4
Mr. Akshay Kumar Vats	Non-Executive Independent Director	Member	4	4	4

Also, there were no complaints unresolved as on March 31 2024.

C. NOMINATION AND REMUNERATION COMMITTEE:

The Board of Directors has formed Nomination and Remuneration committee in line with the provisions of Section 178 of the Companies Act 2013.

Nomination and Remuneration Committee meetings are generally held for identifying the persons who are qualified to become Directors and may be appointed in senior management and recommending their appointments and removal.

The terms of reference of the Committee is available on the website of the Company at www.inflameindia.com.

During the year under review Nomination and Remuneration Committee met 3 (Three) times viz on August 02, 2023, August 14, 2023 and March 30, 2024.

The composition of the Committee and the details of meetings attended by its members are given below:

Name of the Directors	Category	Designation	Number of meetings during the Financial Year 2023-24		
			Held	Eligible to attend	Attended
Mr. Akshay Kumar Vats	Non-Executive Independent Director	Chairperson	3	3	3
Ms. Smita Bhandari	Non-Executive Independent Director	Member	3	3	3
Mr. Aditya Kaushik	Chairman and Managing Director	Member	3	3	3

NOMINATION AND REMUNERATION POLICY:

Nomination and Remuneration Policy in the Company is designed to create a high-performance culture. It enables the Company to attract motivated and retained manpower in competitive market, and to harmonize the aspirations of human resources consistent with the goals of the Company. The Company pays remuneration by way of salary, benefits, perquisites and allowances to its Executive Directors and Key Managerial Personnel. Annual increments are decided by the Nomination and Remuneration Committee within the salary scale approved by the members and are effective from April 1, of each year.

The Nomination and Remuneration Policy, as adopted by the Board of Directors, is placed on the website of the Company at www.inflameindia.com/downloads/Nomination_Remuneration_Policy.pdf.

REMUNERATION OF DIRECTORS:

The details of remuneration paid during the Financial Year 2023-24 to Directors of the Company is provided in Form MGT-7 available on website of the company at www.inflameindia.com.

PUBLIC DEPOSIT:

The company has not accepted any deposits from the public. Hence the directives issued by the Reserve Bank of India & the Provision of Section 73 to 76 of the Company Act 2013 or any other relevant provisions of the Act and the Rules there under are not applicable.

PARTICULARS OF LOANS GUARANTEES INVESTMENTS & SECURITY:

Details of Loans Guarantees Investments and Security covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement.

SUBSIDIARIES ASSOCIATES AND JOINT VENTURE OF THE COMPANY:

As of March 31, 2024, Our Company does not has any Subsidiary, Associate and Joint Venture Company.

CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All the Related Party Transactions entered during the financial year were on an Arm's Length basis and in the Ordinary Course of Business. There are no materially significant Related Party Transactions, i.e exceeding rupees one thousand crore or 10% of the annual consolidated turnover as per the last audited financial statement, whichever is lower or a transaction involving payments with respect to brand usage or royalty entered into individually or taken together with previous transactions during the financial year, exceeding five percent of the annual consolidated turnover of the Company as per the last audited financial statements, made by the Company with Promoters, Directors, Key Managerial Personnel (KMP) and other related parties which may have a potential conflict with the interest of the Company at large, were entered during the year by your Company. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3)(h) of the Companies Act, 2013, in Form AOC-2 is not applicable.

Further, prior omnibus approval of the Audit Committee is obtained on yearly basis for the transactions which are of a foreseen and repetitive nature. The transactions entered into pursuant to the omnibus approval so granted were placed before the Audit Committee and the Board of Directors for their approval on quarterly basis.

The details of the related party transactions for the financial year 2023-24 is given in notes of the financial statements which is part of Annual Report.

The Policy on Related Party Transactions as approved by the Board of Directors is available on the website of the Company at www.inflameindia.com/downloads/Policy_on_related_party_transactions.pdf .

COMPLIANCE WITH THE PROVISIONS OF SECRETARIAL STANDARDS OF ICSI:

The Company is in compliance with the Secretarial Standard on Meetings of the Board of Directors (SS-1) and General Meeting (SS-2) issued by the Institute of Company Secretaries of India and approved by the Central Government.

ANNUAL RETURN:

Pursuant to Section 92 of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return as on March 31, 2024 is available on the website of the Company i.e. www.inflameindia.com.

PARTICULAR OF EMPLOYEES:

The ratio of the remuneration of each director to the median of employees' remuneration as per Section 197(12) of the Companies Act, 2013, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to this Report as Annexure-A.

MATERIAL CHANGES AND COMMITMENT:

There are no material changes and commitments affecting the financial position of the Company between the ends of Financial Year of the Company i.e. March 31, 2024 to the date of this Report.

ALTERATION OF AOA

During the year under review, Company has passed Special resolution at the Annual general meeting held on August 28, 2023 altered existing Article of Association of the Company in the following manner:

- (i) Deletion of the definition of "Seal" stated under Interpretation, i.e. xxvi "seal"
- (ii) Substitution of Existing article No. 6(iii) with following;
Every certificate shall be issued under the signature of two Directors or one Director & the Company Secretary, and shall specify the shares to which it relates and the amount paid-up thereon.
- (iii) Substitution of Existing article No. 29(iii) with following;
A Certificate under the signature of two Directors or one Director & the Company Secretary of the Company, specifying any shares held by any member shall be prima facie evidence of the title of the member of such shares.
- (iv) Substitution of Article No. 145 along with its heading "The Seal" With following Article with Heading Authentication of Documents;
Save as otherwise expressly provided in the Act or these Articles, a document or proceeding requiring authentication by the Company may be signed by a Director, the Managing Director, the Manager, the Secretary or an authorised officer of the Company.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS:

There are no significant and material orders passed by the regulators or courts or tribunals which impact the going concern status and the Company's operations in future.

The details of litigation on tax and other relevant matters are disclosed in the Auditors' Report and Financial Statements which forms part of this Annual Report.

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

To foster a positive workplace environment free from harassment of any nature we have framed Prevention of Sexual Harassment Policy through which we address complaints of sexual harassment at all workplaces of the Company. Our policy assures discretion and guarantees non-retaliation to complainants. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate. Further, the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review there were no incidences of sexual harassment reported. The Policy on Anti Sexual Harassment as approved by the Board of Directors is available on the website of the Company at www.inflameindia.com/downloads/Misc/Sexual-Harrasement-Policy.pdf.

ENERGY CONSERVATION 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 from time to time is annexed to this Report as Annexure-B.

RISK MANAGEMENT:

A well-defined risk management mechanism covering the risk mapping and trend analysis risk exposure potential impact and risk mitigation process is in place. The objective of the mechanism is to minimize the impact of risks

identified and taking advance actions to mitigate it. The mechanism works on the principles of probability of occurrence and impact if triggered. A detailed exercise is being carried out to identify evaluate monitor and manage both business and non-business risks.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has adequate and efficient internal and external control system, which provides protection to all its assets against loss from unauthorized use and ensures correct reporting of transactions. The internal control systems are further supplemented by internal audits carried out by the respective Internal Auditors of the Company and Periodical review by the management. The Company has put in place proper controls, which are reviewed at regular intervals to ensure that transactions are properly authorised, correctly reported and assets are safeguarded.

M/s. Gandhi Minocha and Company, Haryana., Chartered Accountants (FRN:000458N), the statutory auditors of the Company has audited the financial statements included in this annual report and has issued an report annexed as an Annexure B to the Audit Report of the Company on our internal control over financial reporting as defined in section 143 of Companies Act, 2013.

CORPORATE GOVERNANCE:

Integrity and transparency are key factors to our corporate governance practices to ensure that we achieve and will retain the trust of our stakeholders at all times. Corporate governance is about maximizing shareholder value legally, ethically and sustainably. Our Board exercises its fiduciary responsibilities in the widest sense of the term. Our disclosures seek to attain the best practices in international corporate governance. We also endeavor to enhance long-term shareholder value and respect minority rights in all our business decisions.

As our company has been listed on SME Platform of BSE Limited, by virtue of Regulation 15 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 the compliance with the corporate Governance provisions as specified in regulation 17 to 27 and Clause (b) to (i) of sub regulation (2) of Regulation 46 and Para C D and E of Schedule V are not applicable to the company. Hence Corporate Governance Report does not form a part of this Board Report, though we are committed for the best corporate governance practices.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Provisions pertaining to Corporate Social Responsibility of Section 135 of the Companies Act, 2013 are not applicable to the Company.

INTERNAL AUDITOR:

Pursuant to Section 138 of Companies Act 2013, the Company had appointed Mr. Mukesh Kumar Sharma, as an Internal Auditor of the Company for the financial year 2023-24.

STATUTORY AUDITOR AND THEIR REPORT:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 read with rules made thereunder, in the Annual General Meeting held on August 28, 2023, M/s. Gandhi Minocha and Company, Chartered Accountant, Haryana (FRN: 000458N), were re-appointed as Statutory Auditors of the Company, for the second term of Five consecutive years for a term till the conclusion of Eleventh Annual General Meeting to be held in the calendar year 2028.

The Notes to the financial statements referred in the Auditors Report are self-explanatory and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The Auditors' Report is enclosed with the financial statements in this Annual Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report except:-

- I. The Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from a bank on the basis of security of current assets. However, on pursuance of documents submitted to us the quarterly returns or statements filed by the company with such banks are not in agreement with the books of account of the Company.

Reply by Management: we identified that the primary cause was due to the challenges faced during the implementation of the SAP process. The transition to SAP was aimed at streamlining our operations and ensuring better accuracy and efficiency in our financial reporting. However, despite our best efforts, the SAP implementation did not succeed as anticipated. The complexity of the system and the integration issues led to data mismatches and reporting errors. Recognizing the need for a robust and reliable system, we have decided to move towards the implementation of a comprehensive ERP system. This new ERP system is expected to address the shortcomings of the previous SAP implementation and provide a seamless integration of all our business processes.

- II. In case of Hyderabad unit the feature of audit trail has not operated throughout the year, and has operated w.e.f. 09.11.2023 only.

Reply by Management: The Hyderabad unit of our Company commenced its operations in the current financial year. As a new unit, we have been in the process of establishing and implementing various

operational and compliance requirements to ensure smooth and efficient functioning. Due to the initial setup phase and the focus on establishing core operational activities, the implementation of the audit trail feature was delayed. We understand the importance of having an audit trail to ensure transparency, accountability, and accurate record-keeping. Recognizing this, we prioritized the activation of the audit trail feature and have successfully implemented the same.

MAINTENANCE OF COST RECORD:

The Company is not required to maintain cost records as specified by the Central Government as per Section 148(1) of the Act and the rules framed thereunder and accordingly.

REPORTING OF FRAUD:

The Auditors of the Company have not reported any fraud as specified under Section 143(12) of the Companies Act, 2013 for the financial year 2023-24.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

In terms of Regulation 34 and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 a review of the performance of the Company for the year under review Management Discussion and Analysis Report is presented in a separate section which is annexed to this Report as Annexure-C.

SECRETARIAL AUDITOR AND THEIR REPORT:

Pursuant to the provisions of Section 204 of the Act read with The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company has appointed M/s. Mittal V. Kothari & Associates, Practicing Company Secretary, Ahmedabad as Secretarial Auditor to conduct the Secretarial Audit of the Company for the financial year 2023-24. The Secretarial Audit Report is annexed herewith as Annexure-D to this Report.

There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report except:-

Sr. No.	Compliance Requirement (Regulations/ Circulars / Guidelines Including Specific Clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
1.	Regulation 3(5) & 3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015.	Delay by Company in entering majority of UPSI Sharing Entries in software (Structured Digital Database)	Delay by Company in entering majority of UPSI Sharing Entries in software (Structured Digital Database)

Reply by Management: Delay was unintentional, to make all compliance within due date, UPSI sharing entries into software got delayed.

Management of Company will be more alert in making entries of UPSI Sharing into software the same day on which UPSI is shared to any Designated Persons.

WEBSITE:

Your Company has its fully functional website www.inflammindia.com which has been designed to exhibit all the relevant details about the Company. The site carries a comprehensive database of information of the Company including the Financial Results of your Company, Shareholding Pattern, details of Board Committees, Corporate Policies/ Codes, business activities and current affairs of your Company. All the mandatory information and disclosures as per the requirements of the Companies Act, 2013, Companies Rules, 2014 and as per Regulation 46 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and also the non-mandatory information of Investors' interest / knowledge has been duly presented on the website of the Company.

THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

During the Financial Year 2023-24, there was no application made and proceeding initiated /pending under the Insolvency and Bankruptcy Code, 2016, by any Financial and/or Operational Creditors against your Company. As on the date of this report, there is no application or proceeding pending against your company under the Insolvency and Bankruptcy Code, 2016.

GENERAL DISCLOSURE:

Your Directors state that the Company has made disclosures in this report for the items prescribed in section 134 (3) of the Act and Rule 8 of The Companies (Accounts) Rules 2014 and other applicable provisions of the act and listing regulations to the extent the transactions took place on those items during the year. Your Directors further state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

- (i) Details relating to deposits covered under Chapter V of the Act;
- (ii) Issue of Equity Shares with differential rights as to dividend, voting or otherwise;
- (iii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and ESOS;
- (iv) Annual Report and other compliances on Corporate Social Responsibility;
- (v) There is no revision in the Board Report or Financial Statement;
- (vi) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future;

ACKNOWLEDGEMENT:

Your Directors acknowledge the dedicated service of the employees of the Company during the year. They would also like to place on record their appreciation for the continued co-operation and support received by the Company during the year from bankers, financial institutions, business partners and other stakeholders.

Registered office: Khewat Khatoni No. 45/45,
Khasra No. 942/855/1 Village Kalyanpur
Tehsil-Baddi, Baddi Solan-173205,
Himachal Pradesh.

Corporate Office: Village Bagwali,
Khasra No. 40/14-15-16-17/1,
Block - Raipur Rani, Nh-73,
Panchkula-134202.

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

Date : August 05, 2024
Place : Panchkula

ANNEXURE – A

PARTICULARS OF EMPLOYEES

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Companies Act, 2013 read with Rules made there under.

A. Information as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- a) The ratio of remuneration of each director to the median remuneration of employees for the Financial Year and the Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial Year:

Sr. No.	Name	Designation	Nature of Payment	Ratio against median employee's remuneration	Percentage Increase
1.	Aditya Kaushik	Chairman & Managing Director	Remuneration	59.38:1	No Change
2.	Ashwani Kumar Goel	Whole Time Director	Remuneration	30.00:1	No Change
3.	Naveen Kumar	Whole Time Director	Remuneration	3.00:1	No Change
4.	Anusheel Kaushik	Whole Time Director	Remuneration	18.73:1	No Change
5.	Smita Bhandari	Non-Executive Independent Director	Sitting Fee	-	Not Applicable
6.	Akshay Kumar Vats	Non-Executive Independent Director	Sitting Fee	-	Not Applicable
7.	Amit Kaushik	CEO & CFO	Remuneration	37.50:1	No Change
8.	Zalak Shah	Company Secretary	Remuneration	2.25:1	No Change

- *b) **The percentage increase/decrease in the median remuneration of employees in the financial year:**
The median remuneration of the employees in current financial year was decreased by 58.82% over the previous financial year.
- c) **The number of permanent employees on the rolls of the Company:**
197 Permanent Employees as on March 31, 2024.
- *d) **Average percentile increase/decrease already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase/decrease in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase/decrease in the managerial remuneration:**
The Average Salary of employee was decreased by 47.46% whereas the remuneration of the executive Directors remain unchanged and it was within the limit as approved by the shareholders of the Company.
- e) **Affirmation that the remuneration is as per the remuneration policy of the company**
The Company affirms remuneration is as per the Remuneration Policy of the Company.

Note: It is hereby stated that the observed alterations in the median remuneration and average salary are attributable to the increase in the number of employees during this period is due to the commencement of operations of our Hyderabad unit. This operational expansion has resulted in a higher aggregate number of employees, which in turn has impacted the median remuneration and average salary figures.

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Himachal Pradesh.

Corporate Office: Village Bagwali,
Khasra No. 40/14-15-16-17/1,
Block - Raipur Rani, Nh-73,
Panchkula-134202.

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

Date : August 05, 2024
Place : Panchkula

ANNEXURE – B

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

(Pursuant to Section 134 (3) (m) of the Companies Act, 2013 & and rules made there under)

A. Conservation of energy –

- i) The steps taken or impact on conservation of energy: The company has implemented a stringent management system and taken measures to monitor regular power use in an endeavor to guarantee maximum energy efficiency and the least amount of waste. Daily consumption is monitored and various techniques are used to reduce power consumption in an attempt to conserve energy.
- ii) The steps taken by the Company for utilizing alternate sources of energy: The Company has not taken any step for utilizing alternate sources of energy.
- iii) The capital investment on energy conservation equipment: During the year under review, Company has not incurred any capital investment on energy conservation equipment.

B. Technology absorption –

- i) The effort made towards technology absorption: The Company has not imported any technology and hence there is nothing to be reported here.
- ii) The benefit derived like product improvement, cost reduction, product development or import substitution: None
- iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) –
 - a. The details of technology imported: None
 - b. The year of import: None
 - c. Whether the technology has been fully absorbed: None
 - d. If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: None

C. The expenditure incurred on Research and Development: During the year under review, the Company has not incurred any Expenditure on Research and Development.

D. Foreign Exchange Earnings & Expenditure:

i) Details of Foreign Exchange Earnings: (In Rs.)

Sr.No.	Particulars	F.Y. 2023-24	F.Y. 2022-23
1.	Foreign Exchange Earnings	-	-

ii) Details of Foreign Exchange Expenditure: (In Rs.)

Sr.No.	Particulars	F.Y. 2023-24	F.Y. 2022-23
1.	Foreign Exchange Expenditure	26,52,12,620	16,13,91,161

Registered office: Khewat Khatoni No. 45/45,
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Himachal Pradesh.

Corporate Office: Village Bagwali,
Khasra No. 40/14-15-16-17/1,
Block - Raipur Rani, Nh-73,
Panchkula-134202.

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

Date : August 05, 2024

Place : Panchkula

ANNEXURE – C

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

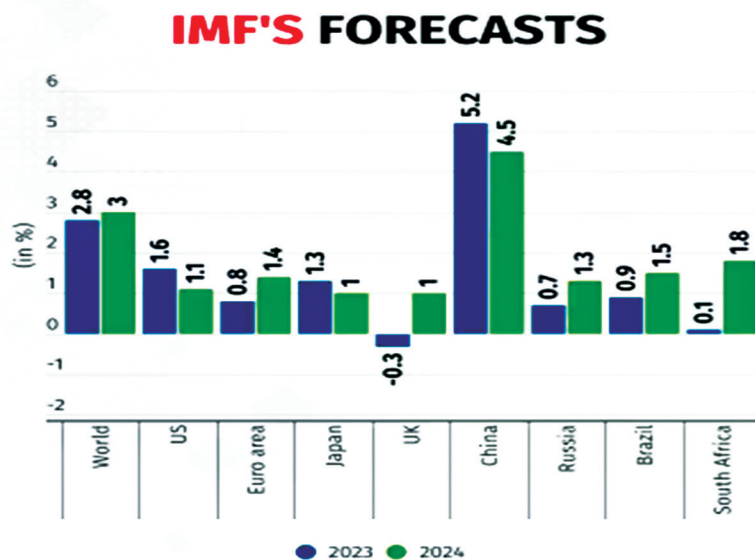
The discussion hereunder covers Company’s performance and its business outlook for the future. This outlook is based on assessment of the current business environment and Government policies. The change in future economic and other developments are likely to cause variation in this outlook.

The Management’s views on the Company’s Performance and outlook are discussed below:

ECONOMIC OVERVIEW:

Global Economy:

Global economic activity is experiencing a broad-based and sharper-than-expected slowdown, with inflation higher than seen in several decades. Global growth is projected to stay at 3.1 percent in 2024 and rise to 3.2 percent in 2025. Elevated central bank rates to fight inflation and a withdrawal of fiscal support amid high debt weigh on economic activity. Inflation is falling faster than expected in most regions, amid unwinding supply-side issues and restrictive monetary policy. Global headline inflation is expected to fall to 5.8 percent in 2024 and 4.4 percent in 2025, with the 2025 forecast having been revised down. Monetary policy should stay the course to restore price stability, and fiscal policy should aim to alleviate the cost-of-living pressures while maintaining a sufficiently tight stance aligned with monetary policy. Structural reforms can further support the fight against inflation by improving productivity and easing supply constraints, while multilateral cooperation is necessary for fast-tracking the green energy transition and preventing fragmentation.



Indian Economy Outlook:

India’s economy has demonstrated remarkable resilience in the face of global headwinds and geopolitical tensions, driven by robust domestic consumption, a resurgence in rural demand, and sustained investment and manufacturing momentum. This broad-based growth across sectors underscores India’s pivotal role in supporting the global economy and highlights its ability to navigate complex macroeconomic challenges. The country’s economic performance is a testament to its strong fundamentals and its emergence as a key driver of global growth.

The concerted efforts of the Government and the Reserve Bank of India (RBI) to combat inflation, including the implementation of judicious monetary policy measures, strategic food buffer management, and targeted import easing, have yielded impressive results in inflation management. As a consequence, retail inflation in Financial Year 2023-24 has exhibited a significant downtrend, plummeting to its lowest point since the onset of the Covid-19 pandemic. Moreover, core inflation has decreased to a mere 3.3% in March 2024, indicating a notable achievement in price stability. Looking ahead, forecasts of an above-normal monsoon in 2024 augur well for a bountiful harvest, further alleviating inflation concerns and bolstering economic prospects.

Amidst the prevailing global trade slowdown, India is poised to defy trends, with its trade deficit projected to decline in the forthcoming years. The Production Linked Incentive (PLI) scheme is expected to drive this growth, as it expands its scope and encompasses additional sectors. Fueled by robust exports and steadfast remittances, leading international agencies and the RBI forecast a significant moderation in the Current Account Deficit (CAD) to GDP ratio, dipping below 1% in Financial Year 2023-24. This resilient performance underscores India’s economic strength and its ability to navigate complex global trade dynamics.

India maintains its position as the world's fastest-growing major economy, with an optimistic growth trajectory forecasted for the current fiscal year. Leading international organizations and the Reserve Bank of India (RBI) have reaffirmed their confidence in India's economic prospects, issuing favourable growth projections. This consensus endorsement underscores the country's robust economic fundamentals and its ability to sustain momentum in the face of global uncertainty, solidifying India's status as a beacon of growth and stability

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The retail and consumer durables sector experienced a subdued growth in the reviewed period, largely attributed to inflationary pressures stemming from elevated commodity prices, logistical challenges, and supply chain disruptions. However, the sector is poised for a resurgence, driven by untapped market potential, burgeoning demand from Tier 3 cities and beyond, shifting consumer behaviors in the post-pandemic era, premiumization trends, pent-up demand, and supportive policy initiatives. The market is projected to reach a staggering \$21 billion by 2025. Furthermore, the integration of artificial intelligence in consumer appliances and electronics has unlocked vast opportunities, given the immense scale of the consumer durable market. The home automation products industry is expected to reach \$8 billion by 2027, fueled by increasing internet penetration and the rise of connected home appliances, presenting a transformative landscape for the industry.

The Indian market for chimneys and built-in hobs is experiencing significant growth, fueled by the increasing accessibility of these products through diverse distribution channels, both online and offline. The rising demand for modular and advanced appliances is also driving this growth. The unique characteristics of Indian cooking techniques, which involve high-heat frying and sautéing, necessitate the use of kitchen chimneys to mitigate the impact of moisture, smoke, and grease on kitchen surfaces. By providing effective ventilation and reducing indoor pollution, kitchen chimneys create a safer and healthier cooking environment. Built-in hobs further enhance this experience, offering improved safety, convenience, and cooking efficiency. As a result, these appliances have become a staple in Indian kitchens, with widespread adoption across residential, commercial, and hospitality sectors

The Indian kitchen appliances market is experiencing a significant transformation, driven by escalating consumer sophistication and a growing penchant for premium products. Electric kitchen appliances have become an indispensable aspect of modern living, with a diverse range of products catering to the varied needs of consumers across the country. Key market drivers include the increasing number of working women, rapid urbanization, growing household numbers, rise of dual-income nuclear families, improving living standards, and increasing disposable income, all contributing to a higher spend on lifestyle upgrades. The India chimneys and built-in hobs market is poised for robust growth, with a projected CAGR of 13.30% between 2023 and 2028. The kitchen chimney market in India achieved a valuation of USD 1.65 billion in 2022 and is expected to reach USD 3.48 billion by 2028, further fueling market growth. The market is anticipated to grow at a CAGR of 12.7% between 2023 and 2028, driven by these factors. This growth trajectory presents a compelling opportunity for industry stakeholders to capitalize on the evolving consumer preferences and rising demand for premium kitchen appliances in India.

The market for kitchen range chimneys is being driven by the growth of modular kitchens and the demand for convenient kitchen appliances among consumers. Indian kitchens have seen changes over the years. These are also known as "ready-to-install" cabinets because they can be customized according to customers' preferences. As a result, kitchen chimneys have been accepted and have entered the market more quickly.

SUMMARY OF OUR BUSINESS:

Our Company was incorporated in the year 2017 by conversion of Partnership firm "M/s. Techno Engineering Corpn" into the Company as "Inflame Appliances Limited" under the provision of Companies Act. Inflame is a Public Limited Company engaged in manufacturing of various Kitchen Appliances such as Kitchen Hoods, Gas Hobs & LPG Stoves. The factory at the present location was started in 2018 and the facility to manufacture Kitchen Hoods was installed in 2019. Ever since, we have developed in excess of 20 models for Kitchen Hoods and in terms of production, we are already among 3 top manufacturers in India. The company is providing Kitchen Hoods to Indian marketer companies in their own brands & is in direct competition with Chinese suppliers.

The market for Kitchen Hoods is almost 2 million a year and is growing at about 15 % year on year. The present penetration for this product is very less & thus scope for growth is tremendous. With this idea and also to mitigate logistics cost, company has decided to start its second plant at Hyderabad and plan to produce almost 20-25k chimneys per month at both locations. For FY23-24 the company is aiming to produce 240,000 chimneys from Panchkula and 100,000 chimneys from the Hyderabad plant. The company is targeting to achieve 50% CAGR for the next 3-5 years.

The company has 2 facilities – one each at Panchkula, Haryana and Hyderabad, Telangana (currently under setup). Once the Hyderabad facility is fully functional, the company will have combined capacity in India to manufacture 600,000 units of Chimneys, 120,000 units of Hobs and 300,000 units of Gas stoves. This makes Inflame Appliances the largest kitchen appliances manufacturer in India under one roof with the widest product range.

The setting up of our Hyderabad facility gives us a 2-pronged benefit. One, the ability to target Southern markets more efficiently and profitably, and second being the ability to compete with imports (primarily from China) thereby meeting the “Make in India” criteria, making us one of the leading players in the kitchen appliances manufacturing business in India.

The company is also moving towards achieving 100% in-house manufacturing with less than 1% rejection rate. It is also moving towards adoption of 100% environmentally friendly and recycled packaging.

The company is also working towards expanding its product offerings in the kitchen appliances space with new products like dish washers, ovens and built in ovens, which will be developed over the next 18–24 months.

All these steps coupled with the combined experience of the promoters and management forms the key strengths of the Company thus laying a strong foundation for sustained growth into the future. The management team comprises promoters with ‘hands on’ experience for four decades and senior professionals who possess vast experience in the kitchen appliances industry. They have witnessed multiple business cycles and have ably steered the Company through challenging market trends. A mix of promoter family and professionals in the leadership team provides the best of both worlds. Family representation offers a strong sense of dedication and direction for ensuring continued success while professionals offer functional expertise and ensure adoption of best business practices in corporate governance. Your company is so far serving its customers Sunflame Appliances & Hindware for supply of chimney under their brand name. Further, your company has widened its customer base and has added various prestigious Companies like Flipkart, PKL Limited (Brand Clix), Green Line Appliances, Kaff Appliances, Wonderchef, Tuareg Marketing Private Limited, Stove Kraft Limited etc. as its Customers. Your Company is continuously focusing on growing and expanding its business. Further Our Company also adding new product like Oven Toaster Grills, Gas stoves, Hobs at our new Production Plant at Maheshwaram, Hyderabad.

SALIENT FEATURES OF OUR PRODUCTS:

BEST PRODUCTS FOR YOU

Our Product Range



Island Chimneys



Curved Glass Chimneys



Designer Chimneys



Inclined Chimneys



Hobs

The process of manufacturing involves majorly processes which are in house manufactured and procurement of components from outside vendors.

Some processes done in house are:

- 1) Processing of sheet metal components
- 2) Processing glass components
- 3) Powder coating of sheet metal parts
- 4) Assembly of Products

There are some “Bought out Parts” BOP components. These components are majorly sourced from our dedicated vendors in India & China. The Incoming Quality checking (IQC) is very important for both BOP parts and in house produced components. Once material is received in store, IQC is done, upon clearance from IQC, the material is processed/used for various production activities. On-line inspection & Pre-Dispatch Inspection are conducted as per Quality parameters/policy. Once product is ready, we pack them in boxes as per packing standards.

We place significant emphasis on providing quality products. To this end, we strive to maintain quality standards at all our manufacturing products. Quality management plays an essential role in determining and meeting customer requirements, preventing defects and improving our products. We have a network of quality systems throughout our business which relate to the design, development, manufacturing, packaging and distribution of our products.

OUR COMPETITIVE STRENGTHS

We believe that the following are our primary competitive strength:



Quality of our Products

Our strength lies in understanding the requirement of the customer and our execution capabilities. This has enabled us to get repeat orders from our existing customers and attract new customers, we believe that the intricacies of our designs and quality of our products' finish enables us to get better margins on the products manufactured by us.

Cost efficient sourcing and location advantage

We believe that our cost-efficient manufacturing and supply chain management results in a significant reduction in our operational costs. With our experience, we are able to timely procurement of raw materials and we are also able to source these materials at a competitive price. The location of our current manufacturing facilities gives us a significant competitive cost advantage in terms of raw material sourcing, manufacturing and labour costs.

The key raw materials for the manufacture of our products are various types of Stainless steel, GPSP steel, electrical cables, LED Lights, PCB and Switches, Clear glass packaging which are available in neighbouring states which results in lower logistic costs. Our manufacturing units are located in states we believe offers potential market for our products thus reducing the logistical costs associated with delivery. The strategic location helps to market the product in the neighbouring States and also exports to foreign countries.

Proven and experienced management team

Our Promoter has around vast experience in the industry. We believe that our senior management team has extensive experience in the commissioning of and operating manufacturing capacities, finance, sales, business development and strategic planning in the industry. The vision and foresight of our management enables us to explore and seize new opportunities and accordingly position ourselves to introduce new products to capitalize on the growth opportunities in the Kitchen Appliances Industry. We believe that the demonstrated ability and expertise of our management team for committed asset investment and use of cutting-edge technology results in growing capacities and rising production levels with better cost management and enhanced process efficiency has translated into our quality product, increasing profitability and improved margins which gives us a competitive edge.

Research and Development

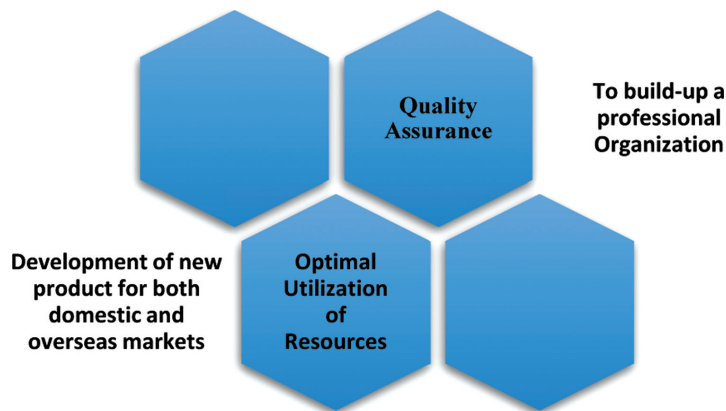
Right from the beginning our Company has believed in research and development which has benefited our company to lay a technical foundation and the capability that allows the Company to offer customized solutions to the customers. A facilitated design and research and development department enables a continuous study of the customer feedback and related technology to make the necessary upgradation. In house facilities for designing and delivering world class products along with infrastructure to manufacture most of Chimney and sheet metal components make us the most desirable manufacturer in the country.

Extensive Distribution Network

Inflame envisage to capture 40% market share in the next 5 years by expanding its manufacturing facilities to multiple strategic locations covering major regions of India. The State government of Telangana decided to provide support to start-ups in the form of grants for their innovative solutions that have the potential to address the local and social issues in rural areas. In this regard, Company is Set-up a new manufacturing plant in Hyderabad, Telangana and commercial production has been already started in June 2023 & a proposed new centralized R&D lab in Panchkula, Haryana. Recently, Distributors Network has been set up in the States of Maharashtra, Gujarat,

West Bengal, Uttar Pradesh, Punjab, Haryana, Jammu & Kashmir and Himachal Pradesh. In time to come, this distribution network would be spread across Pan-India and complete product range would be offered to consumers through this distribution network.

OUR BUSINESS STRATEGY:



Quality Assurance

Inflame is a prominent manufacturer of modern kitchen appliances in India. The management hold a vast experience in the domain Backed by the cutting-edge production technology& High-end German technology CNC machines imported from Trumf (Germany). Inflame offers exceptional value in its futuristic products. A dedicated Design and R&D lab to produce innovative, energy-efficient products managed by a team of industry professionals. We endeavour to maintain the quality of our products, and follow strict procedures to ensure quality control, timely delivery and competitive prices. The company intends to strengthen its product development effort by leveraging skills of its employees which will help to increase the sales of the Company and retain customers.

To build-up a professional Organization

We believe in transparency, commitment and coordination in our work, with our suppliers, customers, government authorities, banks, financial institutions etc. We have a blend of experienced and sufficient staff for taking care of our day-to-day operations. We also consult with external agencies on a case-to-case basis on technical and financial aspects of our business. We wish to make it sounder and stronger in times to come.

Development of new product for both domestic and overseas markets

Our Company is continuously looking out for improvements in our regular products and developing new products for the domestic and overseas markets. We have introduced various new products in the current year like Electrical Chimney, Glass Hobs, Oven Toaster Grill and other Cooking Ranges and we are now in the process of introducing newer in coming years. These products will further enhance our Company's product portfolio to be offered to our customers. We would be creating a separate division to create an overseas market for its products.

Optimal Utilization of Resources

Our Company constantly endeavours to improve our manufacturing process to optimize the utilization of resources. We have invested significant resources, and intend to further invest in our activities to develop customized systems and processes to ensure effective management control. We regularly analyse our existing policies to be carried out for operations of our Company which enable us to identify the areas of bottlenecks and correct the same. This helps us in improving efficiency and putting resources to optimal use.

OPPORTUNITIES:

The growing popularity of premium kitchen appliances on account of rising consumer awareness about high quality and durability represents one of the key factors positively influencing the market in India. Inflame took it as an opportunity by developing all components in India and preparing for the worst circumstances by eliminating dependence on China completely. Today, when businesses are hugely affected due to high logistics cost, badly delayed shipments & commodity price hikes, manufacturing in India is way viable than imports. During the last two years, Inflame has successfully Indianized over 30 chimney models and replaced Chinese manufacturers by supplying made in India products to top Indian appliances brands in substantial quantities.

High Demand for Quality Makes easier to replace Chinese products with better quality "Made in India" products with low freight and inventory-carrying cost. Inflame is a Public Limited Company engaged in manufacturing of various Kitchen Appliances such as Kitchen Hoods, Gas Hobs & LPG Stoves. The factory at the present location was started in 2018 and the facility to manufacture Kitchen Hoods was installed in 2019. Ever since, we have developed in excess of 20 models for Kitchen Hoods and in terms of production, we are already among 3 top manufacturers in India. The company is providing Kitchen Hoods to Indian marketer companies in their own brands & is in direct competition with Chinese suppliers.

Urban customers are now considering appliances as lifestyle products and are open to pay increased prices for products that are ergonomically designed and offer multiple features. Positive trends in demographics have further helped to enhance growth. Factors such as the increasing number of nuclear families have led to a rise in the volumes of appliances sold.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE

Our Company has carved a niche for itself in the kitchen appliance market, specializing in the production of Kitchen Hoods, Gas Hobs & LPG Stoves. Our company's total sale increased by 19.50% to Rs. 924,369.22 against Rs. 773,595.54 in previous financial year 2022-23. Our Company prioritizes quality and efficient manufacturing processes. Our commitment is evident in our investment in cutting-edge machinery, a skilled workforce, and a variety of in-house capabilities that ensure smooth operations. Furthermore, our company boasts a well-developed infrastructure that receives regular upgrades. This dedication to incorporating the latest advancements in technology and best practices positions our company for continued growth and success in the kitchen appliance industry.

OUTLOOK

Our Company stands out as a leader in innovation, boasting India's 1st integrated facility to produce variety of appliances like Chimneys, Hobs and Gas stoves. Our robust infrastructure is continuously upgraded with cutting-edge technologies, to achieve efficient backward integration and introduce a steady stream of innovative new models. This positions our Company perfectly for expanding our domestic and global markets very soon.

We're at the forefront of the smart kitchen revolution, utilizing AI and IOT to create appliances that transform your culinary experience. Imagine voice-controlled cooking and chimneys with LED displays offering recipe suggestions – that future is closer than ever with Inflamm. Our long-term vision is to become a global leader in high-quality appliances, exceeding customer expectations. A strategic facility in western India will further fuel our export ambitions, particularly in Africa and other emerging markets.

THREATS, RISK AND CONCERNS

Despite our growth, we recognize the complexities of the Indian kitchen appliance industry, The market is fragmented and fiercely competitive, with both established players and newcomers vying for a slice of the pie. International companies are aggressively entering the scene through mergers and acquisitions, further intensifying the competition. While this growth is positive for the industry as a whole, some new entrants prioritize short-term gains over quality. They source low-grade products from China and engage in unsustainable practices, potentially disrupting market stability and impacting consumer demand.

Our company acknowledges the challenges it faces in this dynamic marketplace. Our company is constantly strategizing to counter intense competition from both domestic and international players. An unpredictable business environment with fluctuating policies and volatile foreign exchange rates necessitates a nimble and adaptable approach. Our company further recognizes the risks posed by rising costs of capital, which can hinder investments in essential upgrades and new product development. Finally, uncertainty surrounding the availability and cost of raw materials threatens to disrupt production capacity and output. Our company has proactive approach to managing these challenges which is a testament to its commitment to long-term success.

Undeterred by the ever-present competition, our company charts a course for long term success. Our company prioritizes long-term sustainability, unwavering quality, and strategic decision-making as its guiding principles. This commitment ensures us to stay ahead of the at the forefront of innovation and industry trends and maintains our competitive edge.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Our Company maintains an adequate system of Internal Controls including suitable monitoring procedures to ensure accurate and timely financial reporting of various transactions, efficiency of operations and compliance with statutory laws, regulations and Company policies. Suitable delegation of powers and guidelines for accounting has been issued for uniform compliance. In order to ensure that adequate checks and balances are in place and internal control systems are in order, regular and exhaustive Internal Audit of Office/plant are conducted by the in-house Internal Audit Division and external professional audit firm. The Internal Audit covers all major areas of operations, including identified critical/risk areas, as per the Annual Internal Audit Programme.

The Audit Committee of Directors periodically reviews the significant findings of different Audits, as prescribed in the Companies Act, 2013 and in the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

AMOUNT (₹ IN LAKHS)

PARTICULARS	YEAR ENDED 31.03.2024	YEAR ENDED 31.03.2023
Revenue From Operations	9243.69	7735.96
Other Income	130.08	64.38
Total Revenue (I+II)	9373.77	7800.34
Earnings Before Interest, Taxes, Depreciation and Amortization Expense	917.77	1063.12
Finance Cost	321.65	209.68
Depreciation and Amortization Expense	443.02	223.94
Profit Before Tax (IV-V-VI)	153.11	629.50
Extraordinary items	-	189.04
Tax Expense:		
i. Current Tax Expense	25.56	6.16
ii. Deferred Tax Expenses	53.25	(110.50)
iii. MAT (25.56)	-	
iv. Short and excess provision of tax relating to earlier year	5.02	-
Profit After Tax (VII-VIII)	104.88	323.80

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS

The Company's relations with the employees continued to be cordial and harmonious with its employees. It considers manpower as its assets and that people had been driving force for growth and expansion of the Company. The Company acknowledge that its principal assets is it employees. The Company has continued its efforts in building a diverse and inclusive workforce.

The total number of employees on roll in the Company as on 31st March, 2024, including factory workmen, was 197. The Company will continue to create opportunity and ensure recruitment of diverse candidates without compromising on meritocracy.

KEY FINANCIAL RATIOS:

RATIO	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023	% CHANGE FROM LAST YEAR	Explanation for Change in Ratio (for more than 25% in comparison with last year)
Current Ratio	1.61	1.67	-4%	NA
Debt-Equity Ratio	0.40	0.26	52%	Regarding Debt-Equity Ratio, during Current Financial Year both secured and unsecured loans has increased resulting in increase in debt equity ratio
Debt Service Coverage Ratio	1.44	1.85	-22%	NA
Return on Equity Ratio	0.02	0.12	-80%	Regarding Return on Equity Ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in above said ratio.
Inventory turnover ratio	3.43	5.37	-36%	Regarding Inventory Turnover Ratio, due to increase in closing inventory, inventory turnover ratio decrease.

RATIO	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023	% CHANGE FROM LAST YEAR	Explanation for Change in Ratio (for more than 25% in comparison with last year)
Trade Receivables turnover ratio	4.03	4.45	-9%	NA
Trade payables turnover ratio	6.53	7.07	-8%	NA
Net capital turnover ratio	3.64	3.53	3%	NA
Net profit ratio	0.01	0.04	-73%	Regarding Net profit ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in above said ratio.
Return on Capital employed	0.07	0.12	-42%	Regarding Return on Capital employed ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in above said ratio.
Return on investment	NA	NA	NA	NA

DISCLOSURE OF ACCOUNTING TREATMENT

The financial statements of the Company have been prepared in accordance with Accounting Standard ("AS") notified under the Companies (Accounting Standards) Rules, 2021 read with section 133 of the Companies Act, 2013.

CAUTIONARY STATEMENT

Statement in this report describing the Company's objectives projections estimates and expectation may constitute "forward looking statement" within the meaning of applicable laws and regulations. Forward looking statements are based on certain assumption and expectations of future events. These Statements are subject to certain risk and uncertainties. The Company cannot guarantee that these assumption and expectations are accurate or will be realized. The actual results may different from those expressed or implied since the Company's operations are affected by many external and internal factors which are beyond the control of the management. Hence the Company assumes no responsibility in respect of forward-looking statements that may be amended or modified in future on the basis of subsequent developments information or events.

Registered office: Khewat Khatoni No. 45/45,
Khasra No. 942/855/1 Village Kalyanpur
Tehsil-Baddi, Baddi Solan-173205,
Himachal Pradesh.

Corporate Office: Village Bagwali,
Khasra No. 40/14-15-16-17/1,
Block - Raipur Rani, Nh-73,
Panchkula-134202.

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

Date : August 05, 2024
Place : Panchkula

ANNEXURE – D

SECRETARIAL AUDIT REPORT

Form No. MR-3

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 of Managerial Personnel) Rules, 2014]

To,
The Members,
INFLAME APPLIANCES LIMITED,
Khewat Khatoni No. 45/45, Khasra No. 942/855/1 Village
Kalyanpur Tehsil-Baddi, Baddi Solan-173205, Himachal Pradesh

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Inflamm Appliances Limited. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

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

- (i) The Companies Act, 2013 ('the Act') and the rules made there under as applicable;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 (FEMA) and the rules and regulations made there under to the extent of Foreign Direct Investment;
- (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 and circulars/ guidelines/Amendments issued there under;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and circulars/ guidelines/Amendments issued there under;
 - c) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and circulars/ guidelines/Amendments issued there under;
 - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and circulars/ guidelines/Amendments issued there under; and
 - e) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.
- (vi) Revised Secretarial Standards issued by the Institute of Company Secretaries of India.

I further report that the company being mainly engaged in the business of Manufacturing of Kitchen Appliances, I have relied on the representation made by the Company and its officers for system and as Confirmed by the management.

I further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with following Acts, Laws and Regulations applicable specifically to the Company:

i. Applicable BIS Standards for various categories of production process.

I have relied on the representation made by the Company and its officers for system and mechanism framed by the Company for compliances of the said laws.

During the year under the report, the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above read with circulars, notifications and amended rules, regulations, standards etc. issued by the Ministry of Corporate Affairs, Securities and Exchange Board of India and such regulatory authorities for such acts, rules, regulations, standards etc. as may be applicable, from time to time issued for compliances, have been complied by the Company.

Sr. No.	Compliance Requirement (Regulations/ Circulars / Guidelines Including Specific Clause)	Deviations	Observations/ Remarks of the Practicing Company Secretary
1.	Regulation 3(5) & 3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015.	Delay by Company in entering majority of UPSI Sharing Entries in software (Structured Digital Database)	Delay by Company in entering majority of UPSI Sharing Entries in software (Structured Digital Database)

I further report that –

During the Period under review, provisions of the following Acts, Rules, Regulations, and Standards are not applicable to the Company,

- i. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Overseas Direct Investment and External Commercial Borrowings; and
- ii. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993; - The Company is not registered as Registrar to an Issue & Share Transfer Agent.
However, the Company has appointed Skyline Financial Services Private Limited as Registrar & Share Transfer Agent in accordance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- iii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
- iv. Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 and circulars/ guidelines/Amendments issued there under;
- v. Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
- vi. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- vii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

I further report that-

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Director, Independent Directors and Woman Director. The changes in the composition of the Board of Directors / appointment / re-appointments 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 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.

All decisions of the Board and Committees were carried with requisite majority.

Since none of the members have communicated dissenting views in the matters / agenda proposed from time to time for consideration of the Board and Committees thereof, during the year under the report, hence were not required to be captured and recorded as part of the minutes.

I further report that –

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the Audit period the Company has:

- In the Extra-ordinary general meeting of Members of the company held on August 02, 2023, passed the Special resolution to create, issue, offer and allot upto 3,50,000 (Three Lakh Fifty Thousand) convertible warrants of the Company, at an option of the Warrant Holder, at any time, in one or more tranches, within Eighteen (18) months from date of allotment of warrants on payment of 75% balance amount due on warrants, into equivalent number of fully paid up Equity Shares of face value of Rs.10/- (Rupees Ten only) at a price of Rs. 526/- (Rupees Five Hundred Twenty Six only) per warrant each convertible into 1 (One)

Equity share of face value of Rs. 10/- each at a premium of Rs. 516/- (Rupees Five Hundred Sixteen only) per warrant aggregating to not more than Rs.18,41,00,000/- (Rupees Eighteen Crore Forty One Lakh Only) on preferential basis to promoter/promoter group/public category shareholders of the company.

- Upon receipt of 25% of issue price from the Proposed allottees, 3,50,000 Warrants were allotted by the Company in accordance with the provisions of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018 on August 17, 2023. Also, company received in principle approval of said warrants from BSE Limited as on August 03, 2023.

For **Mittal V. Kothari & Associates**
Practicing Company Secretary

Mittal V. Kothari
Proprietor
ACS No.: A46731 COP No. 17202
UDIN: A046731F000901816

Date: August 05, 2024
Place: Ahmedabad

Note: This Report is to be read with our letter of even date which is annexed as Annexure 1 and Annexure 1 forms an integral part of this report.

Annexure 1

To,
The Members,
INFLAME APPLIANCES LIMITED
Khewat Khatoni No. 45/45,
Khasra No. 942/855/1 Village Kalyanpur
Tehsil-Baddi Baddi Solan-173205,
Himachal Pradesh.

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

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

For **Mittal V. Kothari & Associates**
Practicing Company Secretary

Mittal V. Kothari
Proprietor
ACS No.: A46731 COP No. 17202
UDIN: A046731F000901816

Date: August 05, 2024
Place: Ahmedabad

INDEPENDENT AUDITOR'S REPORT

To the Members of
Inflamm Appliances Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Inflamm Appliances Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss, and Statement of cash flows for the year then ended, and Notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its profits, and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statement of the current period. Keeping in view the materiality, there is no key matter to be reported separately.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's Report including Annexures to Director's Report, Management Discussion and Analysis, Business Responsibility Report and Report on Corporate Governance but does not include the financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

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

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

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions if required.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act read with relevant rules. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management and board of director is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and

using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements:

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief 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 it appears from our examination of those books.

- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, and the best of our information and explanation given to us, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant Rule.
- (e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) In our opinion, the managerial remuneration for the year ended March 31, 2024 has been paid / provided by the Company to its directors in accordance with the provisions of Section 197 read with Schedule V to the Act;
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long - term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. a) The Management has represented that, to the best of its knowledge and belief, 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, 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 have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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.
Based on the audit procedures performed 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) contain any material misstatement.
- v. During the year company has neither paid any interim dividend nor proposed any final dividend.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software in case of Haryana Unit. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. However, in case of Hyderabad unit the feature of audit trail has not operated throughout the year, and has operated w.e.f. 09.11.2023 only. Further during the course of our audit, we did not come across any instance of audit trail feature being tampered with, during this period.

FOR GANDHI MINOCHA & CO
CHARTERED ACCOUNTANTS
FRN: 000458N

(GOURAV CHHIBERR)
PARTNER

M.No.: 513968

UDIN: 24513968BKCNSJ6404

PLACE : PANCHKULA
DATED : 29.05.2024

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENT

(Referred to in paragraph 1 under heading 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the Members of Inflame Appliances Limited on the financial statement of year ended 31st March, 2024).

- i. (a) A. The Company has generally maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
 B. The Company has generally maintained proper records showing full particulars of Intangible assets.
- b) The Company is having a regular programme of physical verification of all Property, Plant and Equipment having substantial value, every year, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its business. In our opinion and as per information and explanation given by the management discrepancies observed were not material and have been appropriately accounted for in the books.
- c) According to the information and explanations given to us, we report that, the title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statement are held in the name of the Company.
- d) The Company has not revalued its Property, Plant and Equipment and intangible assets during the year. Accordingly, the provisions of clause 3(i)(d) of the Order are not applicable.
- e) According to the information and explanations given to us, there are no proceedings which have been initiated or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

- ii. (a) In our opinion, the management has conducted physical verification of inventory at reasonable intervals during the year. According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the coverage and procedure of such verification by the management is appropriate.

According to the information and explanations given to us, no material discrepancies of 10% or more in the aggregate for each class of inventory between physical inventory and book records were noticed on physical verification.

- (b) In our opinion and according to the information and explanations given to us, during the year, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from a bank on the basis of security of current assets. However, on pursuance of documents submitted to us the quarterly returns or statements filed by the company with such bank are not in agreement with the books of account of the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has neither made any investments, nor provided guarantee or security but has granted advances in the nature of loans, secured or unsecured, to companies.
 - a) A) Since, the company has not provided any loans or provided advances in the nature of loans, or stood guarantee, or provided security to subsidiaries, joint ventures and associates, and hence, the relevant clause is not applicable.
 - B) As per information and explanation given to us the details of loan given to parties other than of subsidiaries and associates is as under: -

Particulars	Aggregate amount granted/provided during the year (in Lacs)	Balance outstanding as at balance sheet date in respect of above cases (in Lacs.)
Loan to other than Subsidiaries & Associates	45.00	47.65*

* Includes interest accrued thereon

- b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions of loans provided by the company are, prima facie, not prejudicial to the company's interest.
- c) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that in respect of loans, the schedule of repayment of principal and

payment of interest has been stipulated and the receipts of interest is regular, where it is due. For repayment of principal, moratorium has been given and no repayment is due during the year.

- d) According to the information and explanations given to us and based on the audit procedures performed by us, no amount of loan is overdue for a period of more than 90 days.
 - e) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that no loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
 - f) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.
- iv. According to the information and explanations given to us, and on the basis of our examination of the records of the Company, the Company has complied with the provisions of Section 185 and 186 of Companies Act 2013 in respect of loans granted during the year.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits or amount which deemed to be deposits. As such, the directives issued by the Reserve Bank of India, the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder are not applicable to the Company.

No order has been passed with respect to Section 73 to 76, by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

- vi. We have broadly reviewed the accounts and records maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of Section 148 of the Act read with Companies (Cost Records & Audit) Rules, 2014, as amended and we are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made detailed examination of the records with a view to determine whether they are accurate and complete.
- vii. (a) According to records of the Company and information and explanation given to us the Company has generally been regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to information and explanation given to us there are no outstanding statutory dues as referred above as at the last day of the financial year under audit for a period of more than six months from the date they became payable.
- (b) According to records of the Company and information and explanation given to us the Company, there is no material statutory dues of income tax or sale tax or service tax or duty of custom or duty of excise or value added tax or cess or Goods and Service Tax and any other statutory dues which have not been deposited on account of dispute.
- viii. In our opinion and according to the information and explanations given to us, the Company has not surrendered or disclosed as income, any transaction not recorded in the books of account, during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, the provisions of clause 3(viii) of the Order are not applicable.
- ix. (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the term loans were applied for the purposes for which the loans were obtained.
- (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis, have been used for long-term purposes by the Company.
- (e) According to the information and explanations given to us the company does not have subsidiaries, associates and joint ventures. Accordingly, provisions of clause 3(ix)(e) of the order is not applicable.
- (f) According to the information and explanations given to us the company does not have subsidiaries, associates and joint ventures. Accordingly, provisions of clause 3(ix)(f) of the order is not applicable.

- x. (a) In our opinion and according to the information and explanations given to us, the Company did not raise moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, provisions of clause 3(x)(a) of the order are not applicable.
- (b) In our opinion and according to the information and explanations given to us the company has made private placement of shares warrants convertible to equity on preferential basis during the year and the requirements of section 42 and section 62(1)(c) of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised i.e. to broad base the capital structure of the company required for business growth and future expansion plans; to meet increased working capital requirements, general corporate purpose. However, company has not issued any or convertible debentures (fully, partially or optionally convertible) during the year under consideration.
- xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented by the management, there are no whistle blower complaints received by the company during the year. Accordingly, Provisions of clause 3(xi)(c) of the Act are not applicable.
- xii. The Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.
- xiii. In our opinion, the Company has complied with provisions of sections 177 and 188 of Companies Act, 2013 in respect of transactions with the related parties and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the Internal Auditors reports of the company issued till date for the period under audit.
- xv. In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act. Accordingly, provisions of clause 3(xv) of the Order are not applicable.
- xvi. (a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of clause (xvi)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations provided to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities therefore the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of clause 3(xvi)(b) of the Order are not applicable
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, provisions of clause 3(xvi)(c) of the Order are not applicable.
- (d) According to the information and explanations given to us the company does not have subsidiaries, associates and joint ventures and other entities as defined in the Core Investment Companies (Reserve Bank) Directions, as such there is no group and accordingly, provisions of clause 3(xvi)(d) of the Order are not applicable.
- xvii. Based on our examination of the books and records of the Company, the Company has neither incurred any cash losses in the financial year nor in immediately proceeding financial year..
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, provisions of clause 3 (xviii) of the order are not applicable.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report and that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance

as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. The company was not required to spend expenditure on Corporate Social responsibility under section 135 of the Act. Hence reporting requirement under clause 20(xx)(a) and (b) of the order are not applicable.

FOR **GANDHI MINOCHA & CO**
CHARTERED ACCOUNTANTS
FRN: 000458N

(GOURAV CHHIBERR)
PARTNER

M.No.: 513968

UDIN: 24513968BKCNSJ6404

PLACE : PANCHKULA
DATED : 29.05.2024

ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT ON THE AUDIT OF THE FINANCIAL STATEMENT

(Referred to in paragraph 2(f) to ‘Report on Other Legal and Regulatory Requirements’ of The Independent Auditors’ report of even date to the Members of Inflame Appliances Limited on the financial statement for the year ending March 31, 2024).

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 with reference to financial statement of Inflame Appliances Limited (“the Company”) as of 31 March 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 with reference to financial statement 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 with reference to financial statement 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 with reference to financial statement 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 with reference to financial statement and their operating effectiveness. Our audit of internal financial controls with reference to financial statement included obtaining an understanding of internal financial controls with reference to financial statement, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statement, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference

to financial statement to future periods are subject to the risk that the internal financial control with reference to financial statement 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 with reference to financial statement and such internal financial controls with reference to financial statement were operating effectively as at 31 March 2024, based on the internal control with reference to financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR **GANDHI MINOCHA & CO**
CHARTERED ACCOUNTANTS
FRN: 000458N

(GOURAV CHHIBBERR)
PARTNER

M.No.: 513968

UDIN: 24513968BKCNSJ6404

PLACE : PANCHKULA
DATED : 29.05.2024

BALANCE SHEET

AS AT 31.03.2024

₹ in thousands

PARTICULARS	NOTE NO.	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
I. EQUITY AND LIABILITIES					
(1) SHAREHOLDERS' FUNDS					
(a) SHARE CAPITAL	'2'	73,410.00		73,410.00	
(b) RESERVES & SURPLUS	'3'	350,401.33		339,913.00	
(c) MONEY RECEIVED AGAINST SHARE WARRANTS	'3A'	46,025.00	469,836.33	-	413,323.00
(2) SHARE APPLICATION MONEY PENDING ALLOTMENT			-	-	-
(3) NON-CURRENT LIABILITIES					
(a) LONG TERM BORROWING	'4'	156,090.71		85,739.76	
(b) OTHER LONG TERM LIABILITIES	'5'	-		-	
(c) LONG-TERM PROVISIONS	'6'	2,550.99	158,641.70	1,694.68	87,434.44
(4) CURRENT LIABILITIES					
(a) SHORT-TERM BORROWING	'7'	226,516.55		186,679.28	
(b) TRADE PAYABLES	'8'	148,665.25		109,519.43	
(c) OTHER CURRENT LIABILITIES	'9'	36,680.84		29,380.38	
(d) SHORT-TERM PROVISIONS	'10'	1,847.30	413,709.96	21.32	325,600.41
TOTAL			1,042,187.98		826,357.84
II. ASSETS					
(1) NON-CURRENT ASSETS					
(a) PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS					
(i) PROPERTY PLANT AND EQUIPMENT	'11'	326,499.86		125,139.93	
(ii) INTANGIBLE ASSETS	'11'	5,833.19		5,686.38	
(iii) CAPITAL WORK-IN-PROGRESS	'11'	20,359.66		127,354.36	
(iv) INTANGIBLE ASSETS UNDER DEVELOPMENT	'11'	1,385.58		1,385.58	
(b) NON-CURRENT INVESTMENTS		-		-	
(c) DEFERRED TAX ASSETS (NET)	'12'	14,217.92		19,542.57	
(c) LONG TERM LOANS AND ADVANCES	'13'	3,659.72		439.68	
(d) OTHER NON-CURRENT ASSETS	'14'	2,905.23	374,861.17	1,919.53	281,468.02
(2) CURRENT ASSETS					
(a) INVENTORIES	'15'	282,995.49		161,125.71	
(b) TRADE RECEIVABLES	'16'	228,507.06		229,815.08	
(c) CASH & CASH EQUIVALENTS	'17'	75,471.06		87,067.49	
(d) SHORT TERM LOANS & ADVANCES	'18'	24,515.99		32,753.66	
(e) OTHER CURRENT ASSETS	'19'	55,837.22	667,326.82	34,127.87	544,889.82
TOTAL			1,042,187.98		826,357.84
SIGNIFICANT ACCOUNTING POLICIES	"4"				
OTHER NOTES TO FINANCIAL STATEMENTS	"28"				

THE ACCOMPANYING NOTES 1 TO 28 AND SIGNIFICANT ACCOUNTING POLICIES FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

CERTIFIED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED

FOR GANDHI MINOCHA & CO.,
 CHARTERED ACCOUNTANTS,
 F.R.N. 000458N

(GOURAV CHHIBBERR)
 PARTNER
 M.NO. 513968
 UDIN: 24513968BKCNSJ6404

PLACE : PANCHKULA
 DATE : 29.05.2024

For and on the behalf of Board of Directors

ADITYA KAUSHIK
 (MANAGING DIRECTOR)
 (DIN - 06790052)

ZALAK SHAH
 (COMPANY SECRETARY)
 (Membership No.: A56904)

ASHWANI KUMAR GOEL
 (WHOLE TIME DIRECTOR)
 (DIN - 08621161)

AMIT KAUSHIK
 (CEO / CFO)

PROFIT & LOSS STATEMENT FOR THE YEAR ENDING ON 31.03.2024

₹ in thousands

PARTICULARS	NOTE NO.	FIGURES AS AT 31.03.2024 (AUDITED)	FIGURES AS AT 31.03.2023 (AUDITED)
I. REVENUE FROM OPERATIONS	'20'	924,369.22	773,595.54
II. OTHER INCOME	'21'	13,007.92	6,438.22
III. TOTAL INCOME (I+II)		937,377.14	780,033.76
IV. EXPENSES:			
COST OF MATERIALS CONSUMED	'22'	686,561.52	580,077.23
CHANGES IN INVENTORIES OF FINISHED GOODS AND WORK-IN-PROGRESS	'23'	(19,823.81)	(32,439.16)
EMPLOYEE BENEFITS EXPENSE	'24'	108,308.95	68,131.36
FINANCE COSTS	'25'	32,163.54	20,967.63
DEPRECIATION AND AMORTIZATION EXPENSE	'11'	44,303.27	22,394.07
OTHER EXPENSES	'26'	70,552.51	57,952.60
CSR EXPENSE		-	-
TOTAL EXPENSES		922,065.98	717,083.72
V. PROFIT BEFORE EXCEPTIONAL & EXTRA ORDINARY ITEMS & TAX (III - IV)		15,311.16	62,950.04
VI. EXCEPTIONAL ITEMS		-	-
VII. PROFIT BEFORE EXTRAORDINARY ITEMS AND TAX (V-VI)		15,311.16	62,950.04
VIII. EXTRAORDINARY ITEMS	'27'	-	18,903.93
IX. PROFIT BEFORE TAX (VII - VIII)		15,311.16	44,046.11
X. TAX EXPENSE:			
(1) CURRENT TAX		2,555.74	616.18
(2) DEFERRED TAX :- ASSET/LIABILITY		(5,324.65)	(11,050.13)
(3) EXCESS/(SHORT) PROVISION OF TAX RELATING TO EARLIER YEAR		501.82	-
(4) MAT ENTITLEMENT		(2,555.74)	
XI. PROFIT (LOSS) FOR THE PERIOD (IX-X)		10,488.33	32,379.80
EARNING PER SHARE		1.43	4.54
DILUTED EARNING PER SHARE		1.43	4.54
FACE VALUE PER SHARE		10.00	10.00

SIGNIFICANT ACCOUNTING POLICIES

"1"

OTHER NOTES TO FINANCIAL STATEMENTS

"28"

THE ACCOMPANYING NOTES 1 TO 28 AND SIGNIFICANT ACCOUNTING POLICIES FORM AN INTEGRAL PART OF THE FINANCIAL STATEMENTS.

CERTIFIED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED

For and on the behalf of Board of Directors

FOR GANDHI MINOCHA & CO.,
CHARTERED ACCOUNTANTS,
F.R.N. 000458N

ADITYA KAUSHIK
(MANAGING DIRECTOR)
(DIN - 06790052)

ASHWANI KUMAR GOEL
(WHOLE TIME DIRECTOR)
(DIN - 08621161)

(GOURAV CHHIBBERR)
PARTNER
M.NO. 513968
UDIN: 24513968BKCNSJ6404

ZALAK SHAH
(COMPANY SECRETARY)
(Membership No.: A56904)

AMIT KAUSHIK
(CEO / CFO)

PLACE : PANCHKULA
DATE : 29.05.2024

CASH FLOW STATEMENT

FOR THE YEAR ENDING ON 31.03.2024

₹ in thousands

PARTICULARS	FIGURES AS AT 2023-24		FIGURES AS AT 2022-23	
	Rs.	Rs.	Rs.	Rs.
PART-I-CASHFLOWFROMOPERATINGACTIVITIES				
NETPROFITBEFORETAXATIONANDEXTRAORDINARYITEM		15,311.16		62,950.04
ADD/LESS:NONCASHITEMSANDITEMSCONSIDEREDSEPERATELY:				
DEPRECIATIONANDAMORTISATIONEXPENSE	44,303.27		22,394.07	
AMORTIZATIONOFPRELIMINARYEXPENSES	-		1,411.42	
INTERESTEXPENSES	33,135.67		21,211.71	
INTERESTINCOME	(5,593.24)	71,845.70	(4,250.09)	40,767.10
OPERATINGPROFITBEFOREWORKINGCAPITALCHANGES		87,156.86		103,717.14
ADJUSTMENTSFORWORKINGCAPITALCHANGES:				
(INCREASE)/DECREASEINTRADEANDOTHERRECEIVABLES	1,308.02		(111,788.77)	
(INCREASE)/DECREASEININVENTORIES	(121,869.78)		(93,976.94)	
(INCREASE)/DECREASEINOTHERCURRENTASSETS	(20,584.69)		11,845.26	
(INCREASE)/DECREASEINSHORTTERMLOANANDADVANCES	8,237.67		(30,544.40)	
INCREASE/(DECREASE)INTRADEPAYABLES	39,145.82		21,105.41	
INCREASE/(DECREASE)OTHERCURRENTLIABILITIES	7,300.46		8,007.52	
INCREASE/(DECREASE)SHORTTERMBORROWINGS	39,837.27		89,293.61	
INCREASE/(DECREASE)SHORTTERMPROVISION	1,825.99		16.42	
INCREASE/(DECREASE)OTHERLONGTERMPROVISION	856.31		506.35	
(INCREASE)/DECREASEINLONGTERMLOANANDADVANCES	(3,220.04)		-	
(INCREASE)/DECREASEINOTHERNONCURRENTASSETS	(985.70)	(48,148.66)	(362.00)	(105,897.55)
CASHGENERATEDFROMOPERATIONS		39,008.20		(2,180.41)
INCOMETAXPAID		1,124.66		616.18
EXCESS/SHORTPROVISION		(501.82)		-
CASHFLOWBEFOREEXTRAORDINARYITEM		38,385.36		(2,796.59)
ANYEXTRAORDINARYITEM(PAYMENTS)/RECEIPTS		-		18,903.93
NETCASHFROM(TO)OPERATINGACTIVITIES(A)		38,385.36		(21,700.51)
PART-II-CASHFLOWFROMINVESTINGACTIVITIES				
PURCHASEOFFIXEDASSETS	(142,695.30)		(168,045.21)	
SALE/ADJUSTMENTSOFFIXEDASSETS	3,879.98		2,805.00	
INTERESTRECEIVED	5,593.24		4,250.09	
DECREASE/(INCREASE)FIXEDDEPOSITWITHBANK	24,011.20	(109,210.89)	(80,097.09)	(241,087.20)
NET CASH FROM/(TO) INVESTING ACTIVITIES (B)		(109,210.89)		(241,087.20)
PART - III CASH FLOW FROM FINANCING ACTIVITIES				
PROCEEDSFROMSECUREDLOANS	70,350.96		59,552.44	
PROCEEDSFROMUNSECUREDLOANS	-		(11,929.38)	
PROCEEDSFROMEQUITYSHARES	-		6,910.00	
PROCEEDSFROMSHAREWARRANTS	46,025.00		(1,350.00)	
SECURITYPREMIUMRECEIVEDONEQUITYSHARES	-		232,319.71	
INTERESTEXPENSES	(33,135.67)	83,240.29	(21,211.71)	264,291.06
NET CASH FLOW FROM FINANCING ACTIVITIES		83,240.29		264,291.06
NET CHANGE IN CASH AND CASH EQUIVALENT		12,414,767.10		1,503.35
OPENING CASH AND CASH EQUIVALENTS		1,644,989.49		141.65
CLOSING CASH AND CASH EQUIVALENTS		14,059,756.59		1,644.99
CHANGE IN CASH AND CASH EQUIVALENTS		12,414,767.10		1,503.34

CERTIFIED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED

**FOR GANDHI MINOCHA & CO.,
CHARTERED ACCOUNTANTS,
F.R.N. 000458N**

**(GOURAV CHHIBBERR)
PARTNER
M.NO. 513968
UDIN: 24513968BKCNSJ6404**

**PLACE : PANCHKULA
DATE : 29.05.2024**

For and on the behalf of Board of Directors

**ADITYA KAUSHIK
(MANAGING DIRECTOR)
(DIN - 06790052)**

**ZALAK SHAH
(COMPANY SECRETARY)
(Membership No.: A56904)**

**ASHWANI KUMAR GOEL
(WHOLE TIME DIRECTOR)
(DIN - 08621161)**

**AMIT KAUSHIK
(CEO / CFO)**

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - I - SIGNIFICANT ACCOUNTING POLICIES & ADDITIONAL INFORMATION

(a) Corporate Information:

INFLAME APPLIANCES LTD. (referred to as the 'Company') the primary business is manufacturing LPG Stove/cooktops/Chimney and sheet metal components.

(b) Basis of preparation of financial statements:

The Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified section 133 of the Companies Act, 2013, read with paragraph 7 of the Companies (Accounts) Rules, 2014, the relevant provisions of Companies Act, 2013 (to the extent notified) and pronouncements of ICAI, as applicable. The financial statements have been prepared on an accrual basis and under the historical cost convention.

(c) Summary of significant accounting policies:

I. Use of estimates:

The preparation of financial statements has been made in conformity with generally accepted accounting principles (GAAP), which requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized in the periods in which the results are known/materialize.

II. Fixed assets

(i) Property Plant & Equipment

Property plant & equipment are stated at cost of acquisition less accumulated depreciation and impairment loss if any. Cost of acquisition is inclusive of inward freight, insurance, duties, levies and taxes and incidental expenses related to acquisition of such assets; Subsidy received against a specific asset has been reduced from the cost of the said asset

III. Intangible Assets:

- Intangible Assets are capitalized at cost if: -
 - (a) It is probable that the future economic benefits that are attributable to the asset will flow to the company, &
 - (b) The company will have control over the assets &
 - (c) The cost of these assets can be measured reliably & is more than Rs. 10000/-. Intangible assets are amortized over their estimated useful life not exceeding 3 years on straight line pro-rata monthly basis.

IV. Depreciation:

- Depreciation on tangible fixed assets has been provided on the basis of "Written Down Value Method" at the rates specified in Schedule II of the Companies Act, 2013. The depreciation amount of an asset is the cost of asset less residual value. The residual value has been taken at 5% of the original cost.
- Depreciation on addition to/deductions from tangible assets during the year is charged on pro-rata basis from/up to the date on which asset is available for use/disposal.
- Assets valuing Rs. 5000/- or less are fully depreciated during the year in which asset is made available for use

V. Investments: -

- Investments are stated at cost. Income from Investments is recognized in the year, in which it is accrued.

VI. Inventories:

The basis of valuation of various categories of inventories are as

Raw Material	:	At cost of purchases (Indigenous/Imported)
Consumables & Spares	:	At cost of purchase
Stock in Process	:	At material cost & cost of conversion
Finished goods	:	Cost or net realizable value whichever is less

VII. Revenue recognition:

Revenue is recognized to the extent that it can be reliably measured and is probable that the economic benefit will flow to the company. Revenue from sale of goods is recognized when the significant risks & rewards of ownership of the goods are transferred to the customers.

VIII. Events occurring after the date of balance sheet:

Events occurring after the date of Balance Sheet are considered up to the date of finalization of accounts wherever material.

IX. Foreign Exchange Transactions:

Foreign currency transactions are recorded in the books by applying the exchange rate as on the date of transaction. Exchange differences arising due to the differences in the exchange rate between the transaction date and the date of settlement of any monetary items are taken to the Profit and Loss Account.

Remaining monetary assets and liabilities related to foreign currency transactions remaining unsettled at the end of the year are translated at the year-end exchange rate and the exchange losses/gains arising therefrom are adjusted to the Profit & Loss Account.

X. Borrowing Cost:

Borrowing costs that are directly attributable to the acquisition of a qualifying asset is capitalized as part of the cost of the asset.

XI. Taxes on Income:

Taxes on income for the current period are determined on the basis of taxable income under The Income Tax Act 1961.

Deferred tax is recognized subject to the consideration of prudence, on timing differences between the accounting income and taxable income for the year and quantified using the tax rates and law enacted or substantively enacted on balance sheet date.

XII. Employee benefit expenses:

- (i) The employees of the Company are entitled to receive benefits with respect to **Provident Fund**, a defined contribution plan in which both the Company and the employee contribute monthly at a determined rate.
- (ii) **Gratuity**, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the Balance Sheet date.
- (iii) **Leave encashment** benefits payable to employees are non-accumulating and are accounted on the basis of estimates as per company's policy.

XIII. Provisions and contingent liabilities:

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

XIV. Government Subsidy:

Government subsidy related to specific fixed assets is reduced from the Gross value of the said asset. Capital Investment subsidy from Government is shown as Capital Reserve

XV. Earning per share:

The basic and diluted earnings per share is computed by dividing the net profit attributable to equity shareholders for the year, by the weighted average number of equity shares outstanding during the year.

XIV. Cash and Cash Equivalent:

The company recognizes the following items as a part of its Cash and Cash equivalent in accordance with Accounting Standard 3 "Cash Flow Statement"

- i. Cash in Hand
- ii. Balances with Bank
- iii. Highly liquid securities/Deposits having maturity less than 3 months

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 2 - SHARE CAPITAL

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
AUTHORISED SHARE CAPITAL				
1,05,00,000(1,05,00,000)EQUITYSHARESOFRS.10/-EACH	105,000.00	105,000.00	105,000.00	105,000.00
ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL				
73,41,000(73,41,000)EQUITYSHARESOFRS10/-EACHEACH FULLYPAIDUP	73,410.00	73,410.00	73,410.00	73,410.00
TOTAL (RS.)		73,410.00		73,410.00

THE RECONCILIATION OF THE NUMBER OF SHARES OUTSTANDING IS SET OUT BELOW

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
EQUITYSHARESATTHEBEGINNINGOFTHEYEAR		7,341,000		6,650,000
ADD:EQUITYSHARESALLOTTED		-		691,000
EQUITYSHARESATTHEENDOFTHEYEAR		7,341,000		7,341,000

A) DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES AT YEAR END:

(No. of shares are in absolute number)

NAME OF SHARE HOLDER	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
	NUMBER OF SHARES	% AGE OF HOLDING	NUMBER OF SHARES	% AGE OF HOLDING
ADITYA KAUSHIK	3013400	41.05%	3013400	41.05%

B) DETAILS OF SHAREHOLDINGS OF PROMOTERS

(No. of shares are in absolute number)

NAME OF PROMOTER	NO. OF SHARES		% OF TOTAL	% CHANGE
	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023	SHARES IN CURRENT YEAR	
ADITYA KAUSHIK	3013400.00	3013400.00	41.05%	NIL
DINESH KAUSHIK	150600.00	150600.00	2.05%	NIL
USHA KAUSHIK	7200.00	7200.00	0.10%	NIL
AMIT KAUSHIK	7200.00	7200.00	0.10%	NIL
ANITA KAUSHIK	7200.00	7200.00	0.10%	NIL
RUCHI KAUSHIK	7200.00	7200.00	0.10%	NIL
ANEESHA KAUSHIK	7200.00	7200.00	0.10%	NIL

A) TERM / RIGHT ATTACHED TO THE EQUITY SHARES

The Company has only one class of equity shares having par value of Rs. 10/- per share. The holders of the equity shares are entitled to receive dividend as declared from time to time and are entitled to voting rights proportionate to their shareholding at the shareholders meetings.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 3 - RESERVES & SURPLUS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SECURITY PREMIUM RESERVE:				
OPENING BALANCE	377,588.48		145,268.77	
ADD: MONEY RECEIVED FROM PREFERENTIAL EQUITY SHARES	-		250,992.00	
LESS:- SHARE ISSUE EXPENSES WRITTEN OFF	-	377,588.48	18,672.29	377,588.48
STATEMENT OF PROFIT AND LOSS:				
OPENING BALANCE	(37,675.48)		(70,055.28)	
ADD: PROFIT/ (LOSS) FOR THE YEAR	10,488.33	(27,187.15)	32,379.80	(37,675.48)
TOTAL(RS.)		350,401.33		339,913.00

NOTE - 3A - MONEY RECEIVED AGAINST SHARE WARRANTS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
MONEY RECEIVED AGAINST SHARE WARRANTS		46,025.00		-
TOTAL(RS.)		46,025.00		-

NOTE - 4 - LONG TERM BORROWING

₹ in thousands

PARTICULARS	HYD	BARWALA	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SECURED LOANS						
HDFC BANK LTD-125209511 CAR LOAN (CRETA) ²		232.81	232.81		494.30	
HDFC BANK LTD EEG-86048652 LOAN ³		7,825.08	7,825.08		9,307.34	
HDFC BANK LTD GECL-8341635 LOAN ³		-	-		1,031.35	
ICICI BANK LTD.-62975 CAR LOAN (SWIFT) ⁵		128.41	128.41		271.92	
IDFC BANK LTD.-GECL LOAN ⁴		-	-		62.28	
TATA CAPITAL LTD. (LTLR) ⁶		902.78	902.78		1,300.00	
TATA CAPITAL LTD. GECL LOAN ⁷		-	-		469.87	
HDFC BANK LTD. BREZZA CAR LOAN (131861887) ⁸		153.43	153.43		368.46	
HDFC BANK LTD. (86886636) ³		10,684.86	10,684.86		12,343.95	
HDFC BANK LTD.-131923791 ROYAL ENFIELD LOAN ⁹		29.86	29.86		110.64	
YES BANK LTD. - ALN011001243271 (INNOVA CRYSTA LOAN) ¹⁰		797.52	797.52		1,340.05	
TATA CAPITAL LTD. (21849289) ⁶		1,185.58	1,185.58		2,079.60	
HDFC BANK LTD. VEHICAL LOAN PICKUP (133678427) ¹¹		307.52	307.52		481.50	
HDFC BANK LTD.- WAGON R (142022641) ¹⁴		292.10	292.10		-	
HDFC BANK LTD. (459727606) ³		33,337.85	33,337.85		-	
HDFC BANK LTD. EEG TERM LOAN (88854866) ³		3,265.88	3,265.88		-	
TATA CAPITAL LTD. EQMT UNSEC LTLR (21871247) 2 CR ¹³		9,747.10	9,747.10		-	
HDFC BANK LTD. (89879321) ³	16,403.16		16,403.16			
UNION BANK LTD.-139416520000013 CAR LOAN KIA ¹²	1,458.07		1,458.07		1,692.70	
HDFC BANK LTD.-87161554 ³	51,414.42	-	51,414.42	138,166.44	53,328.34	84,682.28
UNSECURED LOAN ¹⁸						
MR. ADITYA KAUSHIK		600.00	600.00		-	
MS. RUCHI KAUSHIK	1,300.00		1,300.00		-	
MR. ASHWANI GOEL	5,054.00	10,970.27	16,024.27	17,924.27	1,057.47	1,057.47
TOTAL(RS.)	75,629.66	80,461.05		156,090.71		85,739.76

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 4 - LONG TERM BORROWING (Contd.....)

2. CAR LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN AND FURTHER SECURED BY DIRECTOR'S GUARANTEE CARRYING ROI OF 7.24% PAYABLE IN 48 EMIs.
3. Credit Facilities BY HDFC BANK LTD. FLOATING CARRYING ROI @ 8.8%, IS SECURED AGAINST HYPOTHETICATION OF BUILDING CONSTRUCTION & MACHINERY, STOCK, DEBTORS, CASH MARGIN FOR LC, BG, PERSONAL GUARANTEE OF THE PROMOTERS AND ALL COLLATERAL CONFIRMED LC BACKED BY DISCOUNTING, PERSONAL GUARANTEE OF THE PROMOTERS AND COLLATERAL OWNERS, FDR OF LC LIMIT OF 680 LACS, INDUSTRIAL PROPERTY, FDR AS DSRA FOR NEW TERM LOAN, INDUSTRIAL CONFIRMED LC BACKED BILLS FOR DISCOUNTING, PROPERTY AT FACTORY LAND AND BUILDING COMPRISING IN INDUSTRIAL VILLAGE BAGWALI, BLOCK RAIPUR RANI, NH-73, KHASRA NO 40/14-15-16-17/1134005 RAIPUR RANI, IN THE NAME OF THE COMPANY AND INDUSTRIA PROPERTY AT PLOT NO 10 AND 21 TELANGANA IP EMC MAHESHWARAM 500076 RANGAREDDY DISTRICT.
4. EXTENSION OF SECOND RANKING CHARGE OVER EXISTING PRIMARY & COLLATERAL SECURITIES INCLUDING MORTGAGE IN FAVOUR OF BANK AS DETAILED IN NOTE 8. CARRYING ROI @ 8.25% REPAYABLE IN 4 YEARS.
5. SWIFT DZIRE CAR LOAN FROM ICICI BANK IS IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN. CARRYING ROI OF 7.80% PAYABLE IN 60 EMI'S.
6. LOAN FROM TATA CAPITAL IS SECURED BY HYPOTHECATION AGAINST SPECIFIC MACHINERY FOR WHICH LOAN HAS BEEN TAKEN AND ESCROW OF RECEIVABLE OF THE BORROWER FROM HSIL IN THE FORM AND MANNER AS ACCEPTABLE TO TCFSL CARRYING ROI OF 11% PAYABLE IN 60 EMIs.
7. LOAN FROM TATA CAPITAL IS SECURED BY HYPOTHECATION OF MACHINERY PURCHASED OUT OF TCFSL FUND AND ESCROW OF RECEIVABLES OF THE BORROWER FROM HSIL IN THE FORM AND MANNER AS ACCEPTABLE TO TCFSL. CARRYING ROI OF 9.25% REPAYABLE IN 4 YEARS.
8. BREEZA CAR LAON FROM HDFC BANK LTD IS SECURED BY HPOTHECATION AGAINST BREZZA CAR CARRYING ROI 8.19% PER ANNUM IN TOTAL 40 INSTALLMENTS.
9. ROYAL ENFILED LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION AGAINST ROYAL ENFIELD BIKE CARRYING ROI 15.75% PER ANNUM IN TOTAL 36 INSTALLMENTS.
10. INNOVA CRYSTA LOAN FROM YES BANK IS SECURED BY HYPOTHECATION OF INNOVA CRYSTA CARRYING ROI 8.37% PER ANNUM IN TOTAL 48 INSTALLMENTS.
11. MAHINDRA VEHICLE PICKUP FROM HDFC BANK IS SECURED BY HYPOTHECATION OF MAHINDRA VEHICAL PICKUP CARRYING ROI 8.51% PER ANNUM IN TOTAL 48 INSTALLMENTS.
12. KIA SELTOS CAR LAON FROM UNION BANK OF INDIA IS SECURED BY HPOTHECATION AGAINST BREZZA CAR CARRYING ROI 8.50% PER ANNUM PAYABLE IN TOTAL 84 INSTALLMENTS.
13. TERM LOAN FROM TATA CAPITAL CARRYING ROI OF 11%(FLOATING) PER ANNUM.
14. WAGON R CAR LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN PAYABLE IN 60 EMIs.
15. UNSECURED LOAN FROM DIRECTOR ARE TAKEN WITHOUT INTEREST SUBJECT TO REVISION FROM TIME TO TIME AND IS REPAYABLE ON DEMAND. HOWEVER SAME HAS BEEN TAKEN TO MEET BUSINESS REQUIREMENT ON LONG TERM BASIS.

NOTE - 5 - OTHER LONG TERM LIABILITIES

₹ in thousands

PARTICULARS	HYD	BARWALA	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
CREDITOR AGAINST CAPITAL GOODS*		-		-		-
TOTAL(RS.)		-		-		-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 6 - LONG TERM PROVISIONS

₹ in thousands

PARTICULARS	HYD	BARWALA	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
PROVISION FOR GRATUITY	389.80	2,161.19		2,550.99		1,694.68
TOTAL(RS.)	389.80	2,161.19		2,550.99		1,694.68

NOTE - 7 - SHORT TERM BORROWINGS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
CASH CREDITS AND BANK OVERDRAFTS				
HDFC BANK LTD.(4722)		19,928.87		-
HDFC BANK LTD.(4547) ¹⁷		91,057.23		54,784.54
GOENKA BUSINESS FINANCE LTD		18,555.24		-
LC DISCOUNTED WITH BANK		66,680.61		109,977.77
CURRENT MATURITIES OF LONG TERM BORROWINGS				
HDFC BANK LTD.-125209511 CRETA CAR LOAN ¹	261.49		243.25	
HDFC BANK LTD.- EEG 86048652 ¹⁷	1,476.17		1,323.50	
HDFC BANK LTD.-8341635 GECL LOAN ²	1,031.35		3,500.95	
ICICI BANK LTD.-62975 (SWIFT CAR LOAN) ³	143.51		132.78	
IDFC BANK LTD. GECL- LOAN ⁴	62.28		140.08	
IDFC FIRST BANK LTD. -33407677 ⁵	-		97.93	
TATA CAPITAL LTD.(140.00) ⁶	397.22		2,086.19	
TATA CAPITAL LTD. (23.00) ⁶	-		342.58	
MAHINDRA & MAHINDRA FINANCIAL SERVICES LTD ⁷	-		166.76	
TATA CAPITAL LTD. -GECL LOAN ⁸	469.57		805.02	
TATA CAPITAL LTD.- TERM LOAN ⁹	-		1,688.43	
TATA CAPITAL LTD.- TOP UP LOAN ¹⁰	-		950.36	
HDFC BANK LTD.-131861887 (BREZZA CAR LOAN) ¹¹	215.03		198.16	
YES BANK LTD. - ALN01100124327 (INNOVA CRYSTA LOAN) ¹³	542.54		499.11	
HDFC BANK LTD.-131923791 (ROYAL ENFIELD) ¹²	80.78		69.07	
HDFC BANK LTD. TERM LOAN 86886636 ¹⁵	1,668.09		1,542.66	
TATA CAPITAL LTD. (21849289) ⁶	893.97		798.43	
HDFC VEHICAL LOAN PICKUP(133678427) ¹⁴	173.97		159.81	
TATA CAPITAL LTD.-GI LOAN ⁶	-		573.27	
HDFC BANK LTD.-Wagon R car loan (142022641) ¹⁸	163.91		-	
HDFC BANK LTD.-(459727606) ¹⁷	4,820.54		-	
HDFC BANK LTD-EEG TERM LOAN (88854866) ¹⁷	710.84		-	
TATA CAPITAL LTD.-EQMT UNSEC LTLR(21871247) 2 CR ⁹	6,395.27		-	
UNION BANK LTD .-139416520000013 KIA CAR LOAN ¹⁶	239.79		219.17	
HDFC BANK LTD. (89879321) ¹⁷	2,028.96		-	
HDFC BANK LTD-87161554 ¹⁷	8,519.33	30,294.61	6,379.47	21,916.97
TOTAL(RS.)		226,516.55		186,679.28

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 7 - SHORT TERM BORROWINGS (Contd.....)

1. CAR LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN AND FURTHER SECURED BY DIRECTOR'S GUARANTEE CARRYING FLOATING ROI OF 7.24% PAYABLE IN 48 EMIs.
2. EXTENSION OF SECOND RANKING CHARGE OVER EXISTING PRIMARY & COLLATERAL SECURITIES INCLUDING MORTGAGE IN FAVOUR OF BANK AS DETAILED IN NOTE 8. CARRYING FLOATING ROI @ 8.25% REPAYABLE IN 4 YEARS.
3. SWIFT DZIRE CAR LOAN FROM ICICI BANK IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN. CARRYING ROI OF 7.80% PAYABLE IN 60 EMI'S.
4. LOAN FROM IDFC FIRST BANK IS PAYABLE IN 48 EQUAL INSTALLMENTS.
5. LOAN FROM IDFC FIRST BANK IS PAYABLE IN 48 EQUAL INSTALLMENTS.
6. LOAN FROM TATA CAPITAL IS SECURED BY HYPOTHECATION AGAINST SPECIFIC MACHINERY FOR WHICH LOAN HAS BEEN TAKEN AND ESCROW OF RECEIVABLE OF THE BORROWER FROM HSIL IN THE FORM AND MANNER AS ACCEPTABLE TO TCFSL CARRYING ROI OF 11% PAYABLE IN 60 EMIs.
7. XUV CAR LOAN FROM MAHINDRA & MAHINDRA FINANCIAL SERVICES LIMITED IS SECURED BY HYPOTHECATION OF VEHICLE FOR WHICH LOAN HAS BEEN TAKEN AND IS CARRYING ROI OF 9.75% PAYABLE IN 36 EMI'S.
8. LOAN FROM TATA CAPITAL IS SECURED BY HYPOTHECATION OF MACHINERY PURCHASED OUT OF TCFSL FUND AND ESCROW OF RECEIVABLES OF THE BORROWER FROM HSIL IN THE FORM AND MANNER AS ACCEPTABLE TO TCFSL. CARRYING ROI OF 9.25% REPAYABLE IN 4 YEARS.
9. TERM LOAN FROM TATA CAPITAL CARRYING ROI OF 11(FLOATING)% PER ANNUM.
10. TATA CAPITAL TOP UP LOAN CARRYING ROI OF 11(FLOATING)% PER ANNUM.
11. BREEZA CAR LAON FROM HDFC BANK LTD IS SECURED BY HPOTHECATION AGAINST BREZZA CAR CARRYING ROI 8.19% PER ANNUM IN TOTAL 40 INSTALLMENTS.
12. ROYAL ENFIELD LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION AGAINST ROYAL ENFIELD BIKE CARRYING ROI 15.75% PER ANNUM IN TOTAL 36 INSTALLMENTS.
13. INNOVA CRYSTA LOAN FROM YES BANK IS SECURED BY HYPOTHECATION OF INNOVA CRYSTA CARRYING ROI 8.37% PER ANNUM IN TOTAL 48 INSTALLMENTS.
14. MAHINDRA VEHICLE PICKUP FROM HDFC BANK IS SECURED BY HYPOTHECATION OF MAHINDRA VEHICAL PICKUP CARRYING ROI 8.51% PER ANNUM IN TOTAL 48 INSTALLMENTS.
15. HDFC TERM LOAN CARRYING ROI 7.75% PER ANNUM IN TOTAL 84 INSTALLMENTS.
16. KIA SELTOS CAR LAON FROM UNION BANK OF INDIA IS SECURED BY HPOTHECATION AGAINST BREZZA CAR CARRYING ROI 8.50% PER ANNUM PAYABLE IN TOTAL 84 INSTALLMENTS.
17. Credit Facilities BY HDFC BANK LTD. CARRYING ROI @ 8.8%, IS SECURED AGAINST HYPOTHETICATION OF BUILDING CONSTRUCTION & MACHINERY, STOCK, DEBTORS, CASH MARGIN FOR LC, BG, PERSONAL GUARANTEE OF THE PROMOTERS AND ALL COLLATERAL CONFIRMED LC BACKED BY DISCOUNTING , PERSONAL GUARANTEE OF THE PROMOTERS AND COLLATERAL OWNERS, FDR OF LC LIMIT OF 680 LACS, INDUSTRIAL PROPERTY, FDR AS DSRA FOR NEW TERM LOAN, INDUSTRIAL CONFIRMED LC BACKED BILLS FOR DISCOUNTING, PROPERTY AT FACTORY LAND AND BUILDING COMPRISING IN INDUSTRIAL VILLAGE BAGWALI, BLOCK RAIPUR RANI, NH-73, KHASRA NO 40/14-15-16-17/1134005 RAIPUR RANI, IN THE NAME OF THE COMPANY AND INDUSTRIA PROPERTY AT PLOT NO 10 AND 21 TELANGANA IP EMC MAHESHWARAM 500076 RANGAREDDY DISTRICT.
18. WAGON R CAR LOAN FROM HDFC BANK IS SECURED BY HYPOTHECATION OF CAR FOR WHICH LOAN HAS BEEN TAKEN PAYABLE IN 60 EMIs.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 8 - TRADE PAYABLES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
TRADE PAYABLES		
(I) MSME *		
Less than 1 Year	20,028.89	9,411.88
1 year to 2 year	-	-
2 year to 3 year	-	-
More than 3 years	-	-
(II) OTHERS		
Less than 1 Year	124,096.86	81,865.39
1 year to 2 year	595.01	6,298.11
2 year to 3 year	2,681.32	11,944.05
More than 3 years	1,263.17	-
(III) DISPUTED DUES - MSME		
Less than 1 Year	-	-
1 year to 2 year	-	-
2 year to 3 year	-	-
More than 3 years	-	-
(IV) DISPUTED DUES - OTHERS		
Less than 1 Year	-	-
1 year to 2 year	-	-
2 year to 3 year	-	-
More than 3 years	-	-
TOTAL(RS.)	148,665.25	109,519.43

*Company is under process of identifying the suppliers regarding their status with regards to Micro, Small and Medium Enterprises Development Act, 2006 and had identified the same based on the information available.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 9 - OTHER CURRENT LIABILITIES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
STATUTORY DUES PAYABLE				
EPFO PAYABLE	186.77		188.99	
ESI PAYABLE	72.28		43.85	
PROFESSIONAL TAX PAYABLE	60.60		3.65	
LABOUR WELFARE FUND	92.84		115.00	
TAX COLLECTED AT SOURCE	13.47		40.30	
TAX DEDUCTED AT SOURCE	1,611.33	2,037.28	1,958.91	2,350.71
EXPENSES PAYABLE				
AUDIT FEES	450.00			360.00
SALARY & WAGES	4,095.52		1,474.69	
SALARIES TO DIRECTORS	2,842.67		3,383.82	
BIS FEES	33.75		2,942.70	
GST PAYABLE	8,410.71		6,432.65	
RENT PAYABLE	66.00		43.00	
TELEPHONE CHARGES	8.60		9.00	
ELECTRICITY CHARGES	1,545.95	17,453.20	807.89	15,093.75
INTEREST ACCRUED BUT NOT DUE ON BORROWINGS		899.00		255.64
CHEQUE ISSUED BUT NOT CLEARED BY BANK		11,400.25		7,899.54
SECURITY DEPOSITS		100.00		16.00
ADVANCES FROM CUSTOMERS		4,791.11		3,404.74
TOTAL(RS.)		36,680.84		29,380.38

NOTE - 10 - SHORT TERM PROVISIONS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
PROVISION FOR INTEREST ON MSME DELAYED PAYMENT		11.80		-
PROVISION FOR EPF		374.53		-
PROVISION FOR GRATUITY		29.90		21.32
PROVISION FOR TAX		1,431.08		-
TOTAL(RS.)		1,847.30		21.32

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
NOTE - 11: PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

₹ in thousands

Particulars	GROSSBLOCK			DEPRECIATION			NETBLOCK	
	Asat 01-04-2023	Addition	Adjustment	Asat 31-03-2024	Depreciation For the Year 31-03-2024	Adjustments	Asat 31-03-2024	WDV Asat 31-03-2023
PROPERTY, PLANT AND EQUIPMENT								
Land	20,164.84			20,164.84				20,164.84
Buildings	18,761.10	27,002.59		45,763.69	1,196.24		7,370.35	38,393.35
Plant & Machinery	131,115.24	18,986.35	4,516.77	145,584.82	14,958.02	982.47	69,527.95	76,056.87
Electrical Installation	6,467.31			6,467.31	802.48		4,461.05	2,006.25
Generator	710.00			710.00	47.81		493.74	216.26
Fire Fighting System	2,259.11			2,259.11	897.59		1,162.04	1,097.07
Office Equipment	570.77	132.86		703.63	92.02		374.82	328.81
Lab Equipment	648.28	914.50		1,562.78	144.20		652.75	910.02
Water Filter	50.10			50.10	3.43		40.28	9.82
Air Conditioner	741.42	190.13		931.56	146.80		736.93	194.62
Mobile	709.06	67.71		776.77	201.94		604.98	171.79
Furniture & Fixtures	3,497.24	832.00		4,329.24	649.39		2,309.95	2,019.29
Motor Vehicles	13,785.24	733.97	997.01	13,522.20	1,994.44	651.33	9,059.69	4,462.50
OCTV	431.89			431.89	147.65		341.89	90.00
Computer	3,073.61	143.92		3,217.52	488.47		2,837.25	380.28
	202,985.20	49,004.03	5,513.79	246,475.45	21,770.46	1,633.81	99,973.67	146,501.78
HYD BRANCH - PROPERTY, PLANT AND EQUIPMENT								
Mobile	207.60	19.32	-	226.92	37.09		146.20	80.72
Vehicles	2,228.95	297.00		2,525.95	337.88		673.58	1,852.37
AIRCONDITIONERS		403.10		403.10	85.33		85.33	317.77
BOREWELL		114.50		114.50	14.65		14.65	99.85
BUILDING		73,400.23		73,400.23	4,413.32		4,413.32	68,986.91
COMPUTER		1,116.75		1,116.75	425.11		425.11	691.63
PLANT AND MACHINERY		44,675.89		44,675.89	5,000.13		5,000.13	39,675.76
ELECTRICEQUIPMENT		3,155.71		3,155.71	577.43		577.43	2,578.28
FURNITURE & FIXTURES		743.77		743.77	114.27		114.27	629.50
LABEQUIPMENT		1,625.55		1,625.55	239.01		239.01	1,386.54
LAND	19,149.15			19,149.15	-		-	19,149.15
OFFICEEQUIPMENT		388.35		388.35	123.72		123.72	264.63
PLANT AND MACHINERY		50,221.16		50,221.16	5,949.29		5,949.29	44,271.87
WATER FILTER		14.57		14.57	1.46		1.46	13.11
TOTAL (RS.)	21,585.70	176,175.89	-	197,761.59	17,318.70	-	17,763.51	179,998.08
LESS: TRF-TOCWIP	-	-	-	-	-	-	-	-
	21,585.70	176,175.89	-	197,761.59	17,318.70	-	17,763.51	179,998.08
								21,140.89

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 11: PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS (Contd.....)

₹ in thousands

Particulars	GROSSBLOCK			DEPRECIATION			NETBLOCK			
	Asat 01-04-2023	Addition	Adjustment	Asat 31-03-2024	Asat 01-04-2023	Depreciation For the Year 31-03-2024	Adjustments	Asat 31-03-2024	WDV Asat 31-03-2024	WDV Asat 31-03-2023
CAPITAL WORK-IN-PROGRESS-BARWALA										
Factory Building	22,444.48		22,444.48	-	-	-	-	-	-	22,444.48
	22,444.48	-	22,444.48	-	-	-	-	-	-	22,444.48
CAPITAL WORK-IN-PROGRESS-HYDERABAD										
Transformer	1,227.12		1,227.12	-	-	-	-	-	-	1,227.12
Plant & Machinery	32,946.17	9,233.51	25,646.17	16,533.51	-	-	-	16,533.51	-	32,946.17
Tools & Dies	76.40		76.40	-	-	-	-	-	-	76.40
Water Dispenser	7.29		7.29	-	-	-	-	-	-	7.29
UPS	704.85		704.85	-	-	-	-	-	-	704.85
AIR CONDITIONER	388.35		388.35	-	-	-	-	-	-	388.35
Furniture & Fixture	227.94		227.94	-	-	-	-	-	-	227.94
Borewell	815.00		815.00	-	-	-	-	-	-	815.00
GENERATOR	28.00		28.00	-	-	-	-	-	-	28.00
Printer	54.50		54.50	-	-	-	-	-	-	54.50
Factory Building	40,358.39		40,358.39	-	-	-	-	-	-	40,358.39
FINANCE COST	1,666.93		1,666.93	-	-	-	-	-	-	1,666.93
DEPRECIATION	355.85		355.85	-	-	-	-	-	-	355.85
OTHER EXP	2,516.23		2,516.23	-	-	-	-	-	-	2,516.23
SALARIES	3,173.82		3,173.82	-	-	-	-	-	-	3,173.82
Electrical Installation	1,213.91		1,213.91	-	-	-	-	-	-	1,213.91
LOAN PROCESSING FEES		64.69		64.69					64.69	
LAB EQUIPMENT		3,761.47		3,761.47					3,761.47	
	85,760.73	13,059.66	78,460.73	20,359.66	-	-	-	-	20,359.66	85,760.73
INTANGIBLE ASSETS										
Tally 9 ERP ****	64.90			64.90	61.66			61.66		3.25
HR SOFTWARE	43.50			43.50	2.41	25.95		28.36	15.14	41.09
Lasting Software	162.50	234.71		397.21	142.54	137.70		280.25	116.96	19.96
Design and Development	11,432.58	5,126.21		16,558.79	5,810.49	5,050.46		10,860.95	5,697.84	5,622.09
	11,703.48	5,360.92	-	17,064.40	6,017.10	5,214.11	-	11,231.21	5,833.19	5,686.38
INTANGIBLE ASSETS UNDER DEVELOPMENT										
Software (SAP)	1,385.58			1,385.58	-	-		-	1,385.58	1,385.58
	1,385.58	-	-	1,385.58	-	-		-	1,385.58	1,385.58
GRAND TOTAL (RS.)	345,865.17	243,600.51	106,418,997.11	483,046.69	86,298.92	44,303.27	1,633,808.15	128,968.39	354,078.30	259,566.25

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 12 - DEFERRED TAX ASSET (NET)

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
DEFERRED TAX ASSET				
FIXED ASSETS: IMPACT OF DIFFERENCE BETWEEN TAX DEPRECIATION AND DEPRECIATION CHARGED FOR THE FINANCIAL REPORTING		1,640.85		1,284.32
GROSS DEFERRED TAX LIABILITY		1,640.85		1,284.32
DEFERRED TAX ASSET				
- IMPACT OF PROFIT INCURRED DURING THE YEAR		10,124.50		17,817.63
- IMPACT OF EXPENDITURE CHARGED TO THE STATEMENT OF P&L BUT NOT ALLOWED FOR TAX PURPOSE ON PAYMENT BASIS (GRATUITY)		671.03		440.62
- IMPACT OF PROVISION OF SEC 43B(h)		1,781.54		-
GROSS DEFERRED TAX ASSET		12,577.06		18,258.24
NET DEFERRED TAX ASSET (RS.)		14,217.92		19,542.57

NOTE - 13 - LONG TERM LOANS AND ADVANCES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
MAT CREDIT ENTITLEMENT		3,659.72		439.68
TOTAL (RS.)		3,659.72		439.68

NOTE - 14 - OTHER NON CURRENT ASSETS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SECURITY DEPOSITS		2,905.23		1,919.53
TOTAL (RS.)		2,905.23		1,919.53

NOTE - 15 - INVENTORIES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
RAW MATERIALS INCL. CONSUMABLES	217,332.56		115,286.60	
WORK-IN-PROGRESS	47,658.37		5,597.84	
FINISHED GOODS	18,004.56	282,995.49	40,241.27	161,125.71
TOTAL (RS.)		282,995.49		161,125.71

NOTE - 16 - TRADE RECEIVABLES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
TRADE RECEIVABLES (AS PER LIST '6' ATTACHED)				
(I) Undisputed Trade receivables – considered good		228,507.06		229,815.08
(II) Undisputed Trade Receivables – considered doubtful		-		-
(III) Disputed Trade Receivables considered good		-		-
(IV) Disputed Trade Receivables considered doubtful		-		-
TOTAL (RS.)		228,507.06		229,815.08

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 17 - CASH & CASH EQUIVALENTS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
BALANCE WITH SCHEDULED BANKS :				
HDFC (4722)		-		11.00
HDFC (57136)		13,706.02		1,101.70
CANARA BANK O.D. 2451261000560		78.23		40.09
CASH IN HAND		275.50		492.20
FIXED DEPOSITS (UNDER LIEN)				
HDFC FDR**		50,532.95		52,322.90
FIXED DEPOSITS				
FDR		10,878.35		33,099.60
TOTAL (RS.)		75,471.06		87,067.49

ALL FDRS ARE HAVING MATURITY OF 12 MONTHS

** ALL FDRS ARE UNDER LIEN WITH BANKS/NBFCS

NOTE - 18 - SHORT TERM LOANS AND ADVANCES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
ADVANCES RECOVERABLE IN CASH OR KIND		947.28		634.42
ADVANCE FOR CAPITAL GOODS		18,794.93		15,521.60
OTHER ADVANCES		4,773.78		16,597.64
TOTAL (RS.)		24,515.99		32,753.66

NOTE - 19 - OTHER CURRENT ASSETS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
BALANCE WITH REVENUE AUTHORITIES				
GST ELECTRONIC CASH LEDGER		51.07		0.45
GST ITC RECOVERABLE		39,604.26		17,025.42
TDS/ TCS RECOVERABLE(A.Y. 2022-23)		-		279.78
TDS/ TCS RECOVERABLE(A.Y. 2021-22)		-		76.87
TDS/ TCS RECOVERABLE(A.Y. 2020-21)		29.34		29.34
TDS RECOVERABLE (A.Y. 2023-24) NET OF PROVISION		219.33		514.05
TDS RECOVERABLE FROM GOENKA BUSINESS		21.55	39,925.55	10.85
IMPREST ACCOUNT		414.67		646.30
INTEREST ACCRUED ON FDR'S		1,940.41		2,275.36
MARGIN MONEY ON LC		-		24.70
ADVANCES TO STAFF		949.07		-
PREPAID EXPENSES				
INSURANCE		975.74		291.92
INTEREST CHARGES ON LC		659.28		921.07
POLLUTION FEES		275.77		-
INSURANCE COMPANY - CLAIM RECEIVABLE		-		1,201.96
ADVANCES TO SUPPLIERS		9,986.44		10,020.98
CHEQUE RECEIVED BUT NOT PRESENTED FOR PAYMENT		710.28		808.82
TOTAL (RS.)		55,837.22		34,127.87

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 20 - REVENUE FROM OPERATIONS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SALE OF PRODUCTS				
- DOMESTIC SALES			773,595.54	
LESS: INTER UNIT SALE				
- DOMESTIC SALES	922,473.17		773,595.54	
- EXPORT SALES	1,896.05	924,369.22	-	773,595.54
TOTAL (RS.)		924,369.22		773,595.54

NOTE - 21 - OTHER INCOME

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
DISCOUNT RECEIVED	274.35		1,141.82	
EXCHANGE FLUCTUATION	1,879.79		292.87	
PMPY/ABRY	-		14.51	
INTEREST INCOME	4,079.43		4,250.09	
SUBSIDY INCOME	581.62		-	
MISCELLANEOUS INCOME	8.40		0.40	
INTEREST ON ADVANCE GIVEN	1,513.81		108.49	
INTEREST ON SECURITY	6.00		-	
INTEREST ON INCOME TAX REFUND	12.33		-	
AMOUNT WRITTEN OFF	4,652.19		-	
PROFIT ON SALE OF PLANT AND MACHINERY	-		11.18	
PROFIT ON SALE OF VEHICLE	-	13,007.92	618.85	6,438.22
TOTAL (RS.)		13,007.92		6,438.22

NOTE - 22 - COST OF MATERIALS CONSUMED

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
OPENING STOCK OF RAW MATERIAL				
RAW MATERIALS		115,286.60		53,748.82
ADD: PURCHASED DURING THE YEAR				
DOMESTIC PURCHASES	508,004.93		467,609.11	
IMPORT PURCHASES	244,380.33		161,391.16	
FACTORY CONSUMABLES	36,222.22	788,607.49	12,614.74	641,615.01
LESS: CLOSING STOCK OF RAW MATERIAL				
RAW MATERIALS		217,332.56		115,286.60
STOCK IN TRANSIT	-	-	-	-
TOTAL (RS.)		686,561.52		580,077.23

NOTE - 23 - CHANGE IN INVENTORY OF FINISHED GOODS AND WORK IN PROGRESS ₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
CLOSING INVENTORY				
FINISHED GOODS	18,004.56		40,241.27	
WORK-IN-PROGRESS	47,658.37	65,662.92	5,597.84	45,839.11
OPENING INVENTORY				
FINISHED GOODS	40,241.27		6,784.21	
WORK-IN-PROGRESS	5,597.84	45,839.11	6,615.74	13,399.95
DECREASE/(INCREASE) OF FG. AND WIP. (RS.)		(19,823.81)		(32,439.16)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 24 - EMPLOYEE BENEFITS EXPENSE

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SALARIES AND WAGES		86,789.39		50,554.45
REMUNERATION				
- DIRECTORS	12,187.60		7,390.00	
- PERQUISITIES TO KEY MANAGERIAL PERSON	352.50			
- PERQUISITIES TO DIRECTOR	477.50			
- DIRECTOR'S RELATIVE	2,672.93		2,988.00	
- KEY MANAGERIAL PERSON	3,000.00	18,690.53	3,000.00	13,378.00
CONTRIBUTION TO STATUTORY FUNDS		1,817.00		1,089.19
GRATUITY EXPENSES		919.57		522.00
PRODUCTION INCENTIVE		-		3,130.30
STAFF WELFARE		2,946.59		2,242.96
BONUS		997.20		853.50
LESS: TRF TO CWIP		(3,851.34)		(3,639.03)
TOTAL (RS.)		108,308.95		68,131.36

NOTE - 25 - FINANCE COSTS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
BANK CHARGES	1,010.32		1,183.25	
BANK INTEREST CC	6,463.62		5,581.39	
BANK INTEREST TERM LOAN	14,679.29		5,757.39	
INTEREST ON UNSECURED LOAN	833.55		-	
LC CHARGES	11,159.21		9,872.92	
LOAN PROCESSING FEES	447.80	34,593.78	239.60	22,634.56
LESS: TRF TO CWIP		(2,430.25)		(1,666.93)
TOTAL (RS.)		32,163.54		20,967.63

NOTE - 26 - OTHER EXPENSES

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
MANUFACTURING AND OTHER EXPENSES				
BIS FEES	384.60		93.00	
FREIGHT INWARD	18,266.81		13,742.09	
POWER AND FUEL	17,970.73		7,478.13	
IMPORT HANDLING CHARGES	5,928.69		1,729.25	
JOB WORK CHARGES	7.08		932.80	
LOADING & UNLOADING	741.99	43,299.89	262.95	24,238.22
ADMINISTRATIVE EXPENSES				
AUDIT FEES	500.00		400.00	
INSURANCE	905.51		596.42	
LEGAL & PROFESSIONAL CHARGES	3,775.01		1,924.77	
OFFICE EXPENSES	789.99		1,300.30	
POSTAGE AND COURIER	150.33		83.56	
PRINTING & STATIONARY	247.60		417.60	
REGISTRATION & FILING	388.31		468.77	
RENT	810.50		1,274.00	
REPAIR AND MAINTAINENCE	2,025.19		1,578.72	
TELEPHONE AND INTERNET	261.91		251.05	
TOUR & TRAVEL	37.03		1,480.38	
TRAVELLING & CONVEYANCE	4,091.42	13,982.78	1,923.85	11,699.42

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 26 - OTHER EXPENSES (Contd.....)

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
SELLING AND DISTRIBUTION EXPENSES				
BUSINESS PROMOTION	307.80		320.00	
CALIBRATION CHARGES	-		17.45	
DISCOUNT ALLOWED	-		512.44	
FREIGHT OUTWARD	2,718.04	3,025.83	490.60	1,340.49
MISCELLANEOUS EXPENSES				
ADMIN CHARGES (AMC)	1,103.49		25.45	
ADVERTISEMENT	89.22		49.95	
AMOUNT WRITTEN OFF	-		1,614.43	
ANNUAL CUSTODY FEES CSDL	22.50		22.50	
DESIGNING EXP	72.00		14,026.50	
DOCUMENTATION AND SURVEY CHARGES	-		394.16	
EXCHANGE FLUCTUATION	-		1,201.58	
RXIL DISCOUNTING CHARGES	427.31		348.41	
FESTIVAL EXPENSES	711.87		458.50	
FACTORY LICENCE FEES	369.86		-	
HOUSE KEEPING AND CLEANING EXP	62.68		21.15	
INTEREST ON PREMATURETY OF FDR	272.63		-	
INTEREST, FINES, PENALTIES & CHARGES	1,479.54		444.92	
LABOUR CHARGES	40.99		50.19	
LOSS ON SALE OF ASSET	106.81		-	
FEES AND CHARGES	100.38		425.95	
MATERIAL DEDUCTION AND LOSS RECOVERY	-		(13.14)	
MEDICAL EXPENSES	178.16		47.54	
MISC EXP	423.15		253.16	
OTHER CHARGES	10.00		8.64	
POLLUTION BOARD FEES	30.64		101.18	
PRELIMINARY EXPENSES WRITTEN OFF	-		1,411.42	
RESEARCH & DEVELOPMENT	63.49		1.50	
ROUND OFF	11.31		1.17	
DONATION	80.95		-	
SERVICE CHARGES	1,624.25		1,033.51	
MOBILE EXP.	38.71		10.56	
EXPORT CHARGES (SAFTA)	4.00		10.50	
SOFTWARE EXPENSES	2.61		84.75	
SECURITY SERVICES	1,148.15			
STAMP DUTY	5.60		0.39	
TECHNICAL TESTING AND ANALYSIS SERVICES	6.80		106.53	
TOLL TAX	90.34		86.91	
GUEST HOUSE RENT & EXPENSES	350.03		99.47	
CONSULTANCY CHARGES	2,980.71		700.50	
WEBSITE MAINTAINENCE CHARGES	14.50		14.50	
WEIGHTMENT CHARGES	2.10	11,924.79	5.55	23,048.32
LESS: TRF TO CWIP		(1,680.79)		2,373.85
TOTAL (RS.)		70,552.51		57,952.60

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 27 - EXTRAORDINARY ITEMS

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023
LOSS BY FIRE (ABNORMAL LOSS)		-	18,903.93
(REFER POINT '5' OF NOTE '28' ATTACHED)			
TOTAL (RS.)		-	18,903.93

NOTE - 28 - OTHER NOTES TO ACCOUNTS

₹ in thousands

CONTINGENT LIABILITIES		NIL	NIL
CAPITAL COMMITMENT***		17,899.22	NIL

₹ in thousands

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023
1) PAYMENTS TO AUDITORS AS:			
- FEES AS AUDITORS		500.00	400.00
- CERTIFICATION CHARGES		9.70	72.10
- FEES FOR OTHER SERVICES		190.20	69.62
2) EXPENDITURE IN FOREIGN CURRENCY:			
- RAW MATERIAL		218,669.37	161,391.16
- CAPITAL GOODS		46,543.25	-
3) EARNING IN FOREIGN CURRENCY:			
- F.O.B. VALUE IN EXPORTS		NIL	NIL
4) RELATED PARTY TRANSACTIONS:			
i) DIRECTOR'S REMUNERATION		12,177.60	7,390.00
ii) DIRECTOR'S SITTING FEES		10.00	-
iii) DIRECTOR'S RELATIVES REMUNERATION		2,672.93	2,988.00
iv) BONUS TO DIRECTOR AND KMP		62.00	-
v) PERQUISITES TO DIRECTOR AND KMP		830.00	
vi) KEY MANAGERIAL PERSON'S REMUNERATION		3,000.00	3,000.00

5) Sundry Debtors, Creditors and Loan & Advances are subject to confirmation, reconciliation and consequential impact if any. The management is of the opinion that Sundry Debtors are recoverable in nature and all efforts are being made to recover the same as such no provision for Bad & Doubtful debt is required.

6) In the opinion of Directors, Current Assets, Loans & Advances, if realized in the ordinary course will the same value at which these are stated in the balance sheet except where stated otherwise and the provisions have been made for all known liabilities and no personal expenses have been charged in the accounts.

8) The effect of foreign exchange rate variations during the year

₹ in thousands

PARTICULARS	FOR THE YEAR ENDED 31.03.2024	FOR THE YEAR ENDED 31.03.2023
i) AMOUNT CHARGED TO STATEMENT OF PROFIT & LOSS ACCOUNT GAIN/(LOSS)	1,879.79	1,201.58

9) DISCLOSURE AS PER ACCOUNTING STANDARD-15

(a) **PROVIDENT FUND:** Provident fund is statutory obligation and company pay fixed contribution at pre determined rate. It is a defined contribution plan in which both the company and the employee contribute monthly at a determined rate. Company contribution are charged to profit & loss account.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

9) DISCLOSURE AS PER ACCOUNTING STANDARD-15 (Contd.....)

(b) **GRATUITY:** Gratuity is defined Benefit plan. Gratuity (The long term employee benefit) recognised in the Profit & Loss account and Balance sheet as required in accordance with Accounting Standard-15(Revised) as under:-

KEY ACTUARIAL ASSUMPTION FOR ACTUARIAL VALUATION AS AT :- ₹ in thousands

PARTICULARS	31.03.2024	31.03.2023
MMORTALITY TABLE	2012-14	2012-14
DISCOUNT RATE	7.09%	7.38%
SALARY ESCLATION	8.00%	8.00%
EXPECTED RATE OF RETURN ON PLAN ASSETS	7.09%	7.38%
I. Change in Present Value of Obligation	31.03.2024	31.03.2023
Present Value of Obligation at the beginning of the period	1,852.22	1,320.94
Acquisition Adjustment	-	-
Interest Cost	131.32	97.49
Current Service Cost	1,107.40	672.70
Past Service Cost	-	-
Benefits Paid	-	-
Acturial (Gain)/Loss on obligation	(306.47)	(238.90)
Present Value of Obligation at the end of the period	2,784.46	1,852.22
II. Change in Fair Valur of Plan Assets	31.03.2024	31.03.2023
Fair Value of plan assets at the beginning of the period	136.22	127.71
Acquisition Adjustment	-	-
Expected return on plan assets	9.66	9.43
Contributions	55.51	-
LIC Charges	(0.82)	(0.77)
Benefits Paid	-	-
Acturial Gain/(Loss) on Plan Assets	3.02	(0.14)
Fair Value of plan assets at the end of the period	203.58	136.22
III. Fair Valur of Plan Assets	31.03.2024	31.03.2023
Fair Value of Plan Assets at the beginning of the period	136.22	127.71
Acquisition Adjustment	-	-
Actual return on Plan assets	12.67	9.29
Contributions	55.51	-
LIC Charges	(0.82)	(0.77)
Benefits Paid	-	-
Fair Value of Plan Assets at the end of the period	203.58	136.22
IV. Acturial gain/loss Recognised	31.03.2024	31.03.2023
Acturial gain/(loss) for the period-Obligation	306.47	238.90
Acturial (gain)/loss for the period-Plan Assets	(3.02)	0.14
Total (gain)/Loss for the period	(309.49)	(238.76)
Acturial (gain)/loss recognizd in the period	(309.49)	(238.76)
Unrecognized acturial (gains)/losses at the end of the period	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

KEY ACTUARIAL ASSUMPTION FOR ACTUARIAL VALUATION AS AT :- (Contd.....) ₹ in thousands

PARTICULARS	31.03.2024	31.03.2023
v. The Amount to be recognized in Balance sheet and Profit & Loss A/C	31.03.2024	31.03.2023
Present Value of Obligation at the end of the period	2,784.46	1,852.22
Fair Value of plan assets at the end of the period	203.58	136.22
Funded Status/ Difference	(2,580.88)	(1,716.00)
Excess of actual over estimated	3.02	(0.14)
Unrecognized actuarial (gains)/losses	-	-
Net Asset/(Liability) recognized in Balance Sheet	(2,580.88)	(1,716.00)
VI. Expense recognized in Profit & Loss A/C	31.03.2024	31.03.2023
Current Service Cost	1,107.40	672.70
Past Service Cost	-	-
Interest Cost	131.32	97.49
Expected return on plan assets	(9.66)	(9.43)
Net Actuarial Gain/(Loss) recognized in the period	(309.49)	(238.76)
Expense recognized in Profit & Loss A/C	919.57	522.00
VII. Reconciliation Statement of Expense in Profit & Loss A/C	31.03.2024	31.03.2023
Present Value of Obligation at the end of the period	2,784.46	1,852.22
Present Value of Obligation at the beginning of the period	1,852.22	1,320.94
Benefits Paid	-	-
Actual return on plan assets	(12.67)	(9.29)
Acquisition Adjustment	-	-
Expense recognized in Profit & Loss A/C	919.57	522.00
VIII. Movement in liability recognized in Balance sheet	31.03.2024	31.03.2023
Opening Net Liability	1,852.22	1,320.94
Expenses as above	919.57	522.00
Benefits Paid	-	-
Actual return on plan assets	12.67	9.29
Acquisition Adjustment	-	-
Closing Net Liability	2,784.46	1,852.22
IX. Major Categories of Plan Assets	31.03.2024	31.03.2023
Government of India Securities	-	-
High Quality Corporate Bonds	-	-
Equity Shares of Listed Bonds	-	-
Property	-	-
Funds Managed by Insurer	100%	100%
Total	100%	100%
X. Current/ Non Current Liability	31.03.2024	31.03.2023
Current Liability	29.90	21.32
Non-Current Liability	2,754.57	1,830.90
Net Liability	2,784.46	1,852.22

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

10) During the year, borrowing cost of Nil has been capitalized.

11) Disclosure as per Accounting Standard- 17 “Segment Reporting”

The Company’s primary business is manufacturing LPG stove/cooktops/chimney and sheet metal components which in the context of Accounting Standard- 17 is considered the only business segment. Hence, no segmental reporting is required.

12) In compliance of Accounting Standard-18 on “Related Party Transaction“, the required information is as under:-

Name of the related party	RELATION
Mr. Aditya Kaushik	Managing Director
Mr. Amit Kaushik	Key Managerial Person
Mr. Ashwani Kuamr Goel	Whole time Director
Mr. Naveen Kumar	Whole time Director
Mr. Akshay Kumar Vats	Independent Director
Mr. Smita Bhandari	Independent Director
Mr Anusheel Kaushik	Whole time Director
Ms. Ruchi Kaushik	Relative of Director
Mr. Ashish Kaushik	Relative of Director
Kitchen Expert	Prop. Director’s relative
Super Packaging	Prop. Director’s relative
Mahaluxmi Industries	Prop. Naveen Kumar
Ness Appliances	Prop. Director’s relative
Mr.Dinesh Kaushik	Relative of Director
Mrs. Anita Kaushik	Relative of Director

₹ in thousands

PARTICULARS		TRANSACTION TYPE	FOR THE YEAR ENDED 31.03.2024	FOR THE YEAR ENDED 31.03.2023
i) REMUENERATION				
-DIRECTORS		REMUNERATION	12,177.60	7,390.00
-DIRECTORS		INCENTIVES	-	1,563.65
-DIRECTORS		PERQUISITE	477.50	-
-DIRECTORS		SITTING FEES	10.00	15.00
-KEY MANAGERIAL PERSON	CEO/CFO	REMUNERATION	3,000.00	3,000.00
-KEY MANAGERIAL PERSON	CEO/CFO	PERQUISITE	352.50	-
-KEY MANAGERIAL PERSON	CEO/CFO	INCENTIVES	-	1,563.65
-DIRECTOR’S RELATIVE		REMUNERATION	2,672.93	2,988.00
ii) SUPER PACKAGING		SALE	-	-
		PURCHASE	984.36	2,186.80
OUTSTANDING BALANCE AS ON 31.3.2024 (CR.)			-	1.08
iii) MAHALUXMI INDUSTRIES		SALE	-	252.17
		PURCHASE	852.34	95.45
OUTSTANDING BALANCE AS ON 31.3.2024 (DR.)			-	1,122.77
iv) NESS APPLIANCES		SALE	-	1,169.28
OUTSTANDING BALANCE AS ON 31.3.2024 (DR.)			1,602.87	2,398.87
v) KKITCHEN EXPERT		SALE	-	0.36
		EXPENSES	-	67.71
OUTSTANDING BALANCE AS ON 31.3.2024(DR.)			-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

₹ in thousands

13) DISCLOSURE AS PER AS-19	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
FUTURE LEASE PAYMENTS TO BE PAID		
0-1 YEARS	1,202.75	1,044.00
1-5 YEARS	NIL	NIL
LATER THAN 5 YEARS	NIL	NIL
TOTAL LEASE RENTALS EXPECTED	1,202.75	1,044.00
LEASE RENTALS RECOGNIZED IN P&L IN C.Y.	1,640.50	1,274.00

- The company has taken building on lease and this lease deed is for open period with annual incremental clause of 10% every year, till the company use this premise. The lease does not qualify for any of the conditions of financial lease, it is treated as operating lease. The lease aggrements are generally being executed for a period of 11 months and as on 31.03.2024 and few of them are pending for renewal.

14) EARNING PER SHARE	₹ in thousands	
PARTICULARS	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
NET PROFIT AFTER TAX	10,488.33	32,379.80
WEIGHTED AVG. NO OF EQUITY SHARES	7,135.08	7,135.08
EARNING PER SHARE (IN RS.)*	1.47	4.54
DILUTED EARNING PER SHARE	1.47	4.54

15) DISCLOSURE AS PER ACCOUNTING STANDARD-26 "INTANGIBLE ASSETS"

NAME OF THE ASSET	GROSS VALUE AS ON 01.04.2023	ADDITIONS DURING THE YEAR	ACCUMULATED AMORTISATION AT YEAR END	CARRYING AMOUNT OF ASSET
INTANGIBLE ASSETS - PURCHASED				
Tally 9 ERP **** (USEFUL LIFE = 3 YEARS)	3.25		-	3.25
Lasting Software (USEFUL LIFE = 3 YEARS)	19.96	234.71	137.70	116.96
HR Software (USEFUL LIFE = 3 YEARS)	41.09		25.95	15.14
INTANGIBLE ASSETS - INTERNALLY GEN.				
Design and Development (USEFUL LIFE = 3 YEARS)	5,622.09	5,126.21	5,050.46	5,697.84
INTANGIBLE ASSET UNDER DEVELOPMENT				
Software (SAP)	1,385.58		-	1,385.58

16) VALUE OF IMPORTED AND INDIGENOUS MATERIAL PURCHASED

PARTICULARS	FIGURES AS AT 31.03.2024		FIGURES AS AT 31.03.2023	
	%AGE	VALUE	%AGE	VALUE
RAW MATERIAL				
IMPORTED	32.48%	244,380.33	25.66%	161,391.16
INDIGENOUS	67.52%	508,004.93	74.34%	467,609.11

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

17) The Foreign Currency exposures that are not hedged by a derivative instrument or otherwise are as under:

ASSETS / RECEIVABLES (I.E. DEBTORS)	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
IN FOREIGN CURRENCY		
IN US \$	-	23.40
IN EURO		
IN INDIAN CURRENCY		
IN US \$	-	1,903.47
IN EURO		
LIABILITIES / PAYABLES (I.E. CREDITORS)	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
IN FOREIGN CURRENCY		
IN US \$	492.30	32.29
IN EURO	-	-
IN INDIAN CURRENCY		
IN US \$	41,060.08	2,628.05
IN EURO		
LIABILITIES / PAYABLES (I.E. CREDITORS)	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023
IN FOREIGN CURRENCY		
IN US \$	-	-
IN EURO	-	-
IN INDIAN CURRENCY		
IN US \$	-	-
IN EURO	-	-

- 18) The Company has utilised the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date and no default has been made regarding the same.
- 19) The title deeds of the immovable property as appearing in the books of accounts are in the name of the company.
- 20) The Company has not revalued any of its Property, Plant & Equipments or Intangible Assets during the current year.
- 21) The Company has not given any loan and advances to its promoters, Directors, KMPs or any related parties during the current year.
- 22) As per information and explanation given us by management, no proceedings has been intitated or pending against the Company for holding any Benami property under Benami Transactions (Prohibition) Act, 1988.
- 23) As per information and explanation given us by management, Company is not declared as willful defaulter by any Bank or financial Institution or any other lender.
- 24) As per information and explanation given us by management, Company has not incurred any transactions with Companies struck off under section 248 of the Companies Act 2013 or section 560 of Companies Act 1956.
- 25) As per information and explanation given us by management, No charge is pending for registration before the ROC, beyond the specified time period.
- 26) As per information and explanation given us by management, Company is not having any transaction which is not recorded in books of accounts of Company which has been surrendered in tax assessments under Income Tax Act 1961.
- 27) As per the limits prescribed under section 135 of Companies Act 2013, Corporate Social Responsibility clause is not applicable on the company during current Financial year.
- 28) As per information and explanation given us by management, Company has not dealt/traded/invested in the Crypto Currency or Virtual Currency during current Financial year.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

29) AGEING SCHEDULE FOR CAPITAL WORK IN PROGRESS

CWIP PARTICULARS	Amount in CWIP for a period of					TOTAL
	LESSTHAN 6 MONTHS	6 MONTHS - 1 YEAR	1-2 YEARS	2-3 YEARS	MORE THAN 3 YEARS	
Projects in progress						
Factory Building (Barwala)						
Hyderabad Project (Incl. Building)	2,864.69	10,194.98	7,300.00	-		20,359.66
Projects temporarily suspended	-	-	-	-	-	-
GRAND TOTAL (RS.)	2,864.69	10,194.98	7,300.00	-	-	20,359.66

30) AGEING SCHEDULE FOR INTANGIBLE ASSET UNDER DEVELOPMENT

ITA UNDER DEVELOPMENT PARTICULARS	Amount in CWIP for a period of					TOTAL
	LESSTHAN 6 MONTHS	6 MONTHS - 1 YEAR	1-2 YEARS	2-3 YEARS	MORE THAN 3 YEARS	
Projects in progress						
Software (SAP)		-	846.43	539.16	-	1,385.58
Projects temporarily suspended	-	-	-	-	-	-
GRAND TOTAL (RS.)	-	-	846.43	539.16	-	1,385.58

31) ACCOUNTING RATIOS TO BE DISCLOSED:

Sr. No.	PARTICULARS	NUMERATOR	DENOME-NATOR	FIGURES AS AT 31.3.02024	FIGURES AS AT 31.03.2023	% CHANGE FROM LAST YEAR	REASON FOR VARIANCE
(a)	Current Ratio	Current Assets	Current Liabilities	1.61	1.67	-4%	
(b)	Debt-Equity Ratio	Total Debt (including Lease Liabilities)	Total Equity (excluding revaluation reserves)	0.40	0.26	52%	Regarding Debt-Equity Ratio, during Current Financial Year both secured and unsecured loans has increased resulting in increase in debt equity ratio
(c)	Debt Service Coverage Ratio	Earnings available for debt service	Debt service= Interest payment + Principal payment + lease liabilities paid	1.44	1.85	-22%	
(d)	Return on Equity Ratio	Net Profit after tax	Average shareholder's equity	0.02	0.12	-80%	Regarding Return on Ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in abovesaid ratio.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE - 28 - OTHER NOTES TO ACCOUNTS (Contd.....)

31) ACCOUNTING RATIOS TO BE DISCLOSED: (Contd.....)

Sr. No.	PARTICULARS	NUMERATOR	DENOME-NATOR	FIGURES AS AT 31.03.2024	FIGURES AS AT 31.03.2023	% CHANGE FROM LAST YEAR	REASON FOR VARIANCE
(e)	Inventory turnover ratio	Cost of Goods Sold	Average Inventory	3.43	5.37	-36%	Regarding Inventory Turnover Ratio, due to decrease in turnover there is resulting in decrease in abovesaid ratio.
(f)	Trade Receivables turnover ratio	Net Credit Sales	Average Trade Receivables	4.03	4.45	-9%	
(g)	Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	6.53	7.07	-8%	
(h)	Net capital turnover ratio	Net Sales	Working Capital	3.64	3.53	3%	
(i)	Net profit ratio	Net Profit after tax	Net Sales	0.01	0.04	-73%	Regarding Net profit ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in abovesaid ratio.
(j)	Return on Capital employed	Earnings Before Interest and Tax	Capital Employed	0.07	0.12	-42%	Regarding Return on Capital employed ratio, during Current Financial Year Company's PAT has been decreased as comparing last Financial Year resulting in decrease in abovesaid ratio.
(k)	Return on investment	Net income from investments	Closing investments	NA	NA	NA	

* **Explanation for Change in Ratio (for more than 25% in comparison with last year)**

32) Previous Year Figures Have Been Classified As Necessary.

CERTIFIED IN TERMS OF OUR SEPARATE REPORT OF EVEN DATE ANNEXED

**FOR GANDHI MINOCHA & CO.,
DIRECTOR)
CHARTERED ACCOUNTANTS,
F.R.N. 000458N
(GOURAV CHHIBERR)
PARTNER
M.NO. 513968
UDIN: 24513968BKCNSJ6404
PLACE : PANCHKULA
DATE : 29.05.2024**

For and on the behalf of Board of Directors

**ADITYA KAUSHIK
(MANAGING DIRECTOR)
(DIN - 06790052)**

**ZALAK SHAH
(COMPANY SECRETARY)
(Membership No.: A56904)**

**ASHWANI KUMAR GOEL
(WHOLE TIME
(DIN - 08621161)**

**AMIT KAUSHIK
(CEO / CFO)**

NOTICE

NOTICE is hereby given that the **Seventh (7th) Annual General Meeting (AGM)** of the Members of **Inflame Appliances Limited** will be held on Tuesday, September 03, 2024 at 11:30 A.M. IST through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”) to transact the following businesses;

ORDINARY BUSINESSES

1. Adoption of Audited Standalone Financial Statements :

To receive, consider and adopt (a) the audited standalone financial statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon; in this regard,

To consider and if thought fit, to pass, with or without modification(s), the following resolutions as an **Ordinary Resolution**.

“**RESOLVED THAT**, the Audited standalone financial statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”

2. To Appoint a Director in place of Mr. Aditya Kaushik (DIN: 06790052) who retires by rotation and being eligible, offers himself for Re-Appointment;

Explanation: Based on the terms of appointment, executive directors and non-executive directors are subject to retirement by rotation. Mr. Aditya Kaushik (DIN: 06790052) who was appointed as Chairman and Managing Director for the current term, and is the longest-serving member on the Board and whose office is liable to retire at this AGM, being eligible, seeks re-appointment. Based on the performance evaluation and the recommendation of the Nomination and Remuneration Committee, the Board recommends his re-appointment.

Therefore, shareholders are requested to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT**, pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, the approval of the members of the Company be and is hereby accorded for the re-appointment of Mr. Aditya Kaushik (DIN: 06790052) Chairman and Managing Director as such, to the extent that he is required to retire by rotation.”

Registered office: Khewat Khatoni No. 45/45,
Khasra No. 942/855/1 Village Kalyanpur
Tehsil-Baddi, Baddi Solan-173205,
Himachal Pradesh.

Corporate Office: Village Bagwali,
Khasra No. 40/14-15-16-17/1,
Block - Raipur Rani, Nh-73,
Panchkula-134202.

Date : **August 05, 2024**

Place : **Panchkula**

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

IMPORTANT NOTES

1. Pursuant to the General Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and Circular No. 21/2021 dated December 14, 2021 and 02/2022 dated May 05, 2022, 10/2022 dated December 28, 2022 and latest being 09/2023 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, Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, SEBI/ HO/CRD/PoD-2/P/CIR/2023/4 dated January 05, 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. Hence, in compliance with the Circulars, the AGM of the Company is being held through VC on Tuesday, September 03, 2024 at 11:30 A.M. IST. The deemed venue of the proceedings of the 7th AGM shall be the Registered Office of the Company at Khewat Khatoni No. 45/45, Khasra No. 942/855/1 Village Kalyanpur Tehsil-Baddi, Solan-173205.
2. Pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (‘SEBI Listing Regulations’) and Secretarial Standard - 2 on General Meetings, issued by The Institute of Company Secretaries of India, in respect of Director retiring by rotation seeking re-appointment at this Annual General Meeting (‘Meeting’ or ‘AGM’) is furnished as Annexure to this Notice.
3. 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 there at and cast their votes through e-voting.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on 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.
5. Since the AGM will be held through VC/ OAVM, the route map of the venue of the Meeting is not annexed hereto;
6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
7. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), the MCA Circulars & SEBI Circulars, the Company is providing facility of remote e-Voting to its Members in respect of the businesses to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
8. Notice calling the AGM has been sent by electronic means to those members who had registered their email addresses with the Company/Depositories. The Notice has also been uploaded on the website of the Company at www.inflameindia.com & the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and is also made available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
9. Members holding shares in dematerialized mode are requested to register/update their email addresses with the relevant Depository Participants.
10. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as, name of the bank and branch details, bank account number, MICR code, IFSC code, etc.,
11. Members seeking clarifications on the Annual Report are requested to send in written queries to the Company at least one week before the date of the meeting. This would enable the Company to compile the information and provide the replies at the Meeting.
12. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
13. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Act, and the Register of Contracts or Arrangements in which the directors are interested, maintained under Section 189 of the Act, will be available electronically for inspection by the members during

the AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. i.e. September 03, 2024. Members seeking to inspect such documents can send an email to cs@inflammindia.com.

14. In compliance with Section 108 of the Act, read with the corresponding rules, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the Listing Regulations”), the Company has provided a facility to its members to exercise their votes electronically through the electronic voting (“e-voting”) facility provided by the NSDL. Members who have cast their votes by remote e-voting prior to the AGM may participate in the AGM but shall not be entitled to cast their votes again. The manner of voting remotely by members holding shares in dematerialized mode is provided in the instructions for e-voting section which forms part of this Notice. The Board has appointed M/s. Mittal V. Kothari & Associates, Practicing Company Secretaries (M. No.: A46731, COP: 17202), as the Scrutinizer to scrutinize the e-voting in a fair and transparent manner.
15. The e-voting period commences on Saturday, August 31, 2024 at 09:00 A.M. (IST) and ends on Monday, September 02, 2024 at 05:00 P.M. (IST). During this period, members holding shares in dematerialised form, as on cut-off date, i.e. as on Tuesday, August 27, 2024 may cast their votes electronically. The e-voting module will be disabled by NSDL for voting thereafter. A member will not be allowed to vote again on any resolutions on which vote have already been cast.
16. The facility for voting during the AGM will also be made available. Members present in the AGM through VC/ OAVM and who have not cast their vote on the resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through the e-voting system during the AGM.
17. The Scrutinizer will submit their report to the Chairman of the Company (‘the Chairman’) or to any other person authorised by the Chairman after the completion of the scrutiny of the e-voting (votes casted during the AGM and votes casted through remote e-voting). The result declared along with the Scrutinizer’s report shall be communicated to the stock exchanges, NSDL and will also be displayed on the Company’s website, www.inflammindia.com.

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

The remote e-voting period begins on Saturday, August 31, 2024 at 09:00 A.M. (IST) and ends on Monday, September 02, 2024 at 05:00 P.M. (IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. on Tuesday, August 27, 2024, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, Tuesday, August 27, 2024.

PROCESS AND MANNER FOR MEMBERS OPTING FOR VOTING THROUGH ELECTRONIC MEANS AND PARTICIPATING AT THE ANNUAL GENERAL MEETING THROUGH VC/OAVM:

- i. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 8, 2020, April 13, 2020, May 5, 2020 and SEBI Circular dated May 12, 2020, and 10/2022 dated December 28, 2022 the Company is providing facility of remote e-voting to its Members in respect of the businesses to be transacted at the AGM. For this purpose, the Company has entered into an agreement with NSDL, as the Authorised e-voting agency for facilitating voting through electronic means. The facility of casting votes by a member using remote e-voting as well as e-voting system on the date of the AGM will be provided by NSDL.
- ii. There being no physical shareholders in the Company, the Register of members and share transfer books of the Company will not be closed. 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. Tuesday, August 27, 2024 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. Tuesday, August 27, 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 Saturday, August 31, 2024 at 09:00 A.M. (IST) and ends on Monday, September 02, 2024 at 05:00 P.M. (IST). During this period, the members of the Company holding shares as on the Cut-off date i.e. Tuesday, August 27, 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 NSDL thereafter.
- v. Once the vote on resolutions is cast 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. Tuesday, August 27, 2024.

vii. The Company has appointed M/s. Mittal V Kothari & Associates, Practicing Company Secretaries M. No.: A46731, COP: 17202), to act as the Scrutinizer for conducting the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.

INSTRUCTIONS FOR CASTING VOTES BY REMOTE E-VOTING

The remote e-voting period begins on Saturday, August 31, 2024 at 09:00 A.M. (IST) and ends on Monday, September 02, 2024 at 05:00 P.M. (IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Tuesday, August 27, 2024, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being i.e. Tuesday, August 27, 2024.

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

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

STEP 1: ACCESS TO NSDL E-VOTING SYSTEM:

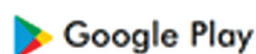
A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode:

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

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

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

NSDL Mobile App is available on



Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with CDSL	1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi.
	2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL . Click on NSDL to cast your vote.
	3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration
	4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

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

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

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

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

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

4. Your User ID details are given below :

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

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

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

STEP 2: CAST YOUR VOTE ELECTRONICALLY AND JOIN GENERAL MEETING ON NSDL E-VOTING SYSTEM.

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

- 1) After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
- 2) Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
- 3) Now you are ready for e-Voting as the Voting page opens.
- 4) Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- 5) Upon confirmation, the message "Vote cast successfully" will be displayed.
- 6) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- 7) Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders:

- 1) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/ JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to **complianceteam65@gmail.com** with a copy marked to **evoting@nsdl.com**. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
- 2) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/ Password?" or "Physical User Reset Password?" option available on **www.evoting.nsdl.com** to reset the password.
- 3) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of **www.evoting.nsdl.com** or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to at **evoting@nsdl.com**

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL IDS ARE NOT REGISTERED WITH THE DEPOSITORIES FOR PROCURING USER ID AND PASSWORD AND REGISTRATION OF E MAIL IDS FOR E- VOTING FOR THE RESOLUTIONS SET OUT IN THIS NOTICE:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **cs@inflammindia.com**.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to **cs@inflammindia.com**.
3. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
4. Alternatively shareholder/members may send a request to **evoting@nsdl.com** for procuring user id and password for e- voting by providing above mentioned documents.
5. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE 7th AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the 7th AGM is same as the instructions mentioned above for remote e- voting.
2. Only those Members/ shareholders, who will be present in the 7th AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the 7th AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE 7th AGM THROUGH VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under "**Join General meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. For ease of conduct, Members who would like to ask questions may send their questions in advance at least seven (7) days before AGM mentioning their name, demat account number/folio number, email id, mobile number at **cs@inflammindia.com** and register themselves as a speaker. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM.
6. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.

The Scrutinizer shall, after the conclusion of voting at the AGM, unblock the votes cast through remote e-Voting and count the same, and count the votes cast during the AGM, and shall make, not later than 48 hours from the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith. The Scrutinizer's decision on the validity of the votes shall be final.

The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.inflammindia.com and on the website of NSDL www.evoting.nsd.com within two days of the passing of the Resolutions at the 7th Annual General Meeting of the Company and shall also be communicated to the Stock Exchanges where the shares of the Company are listed.

CONTACT DETAILS:

Company Address:	Khewat Khatoni No. 45/45, Khasra No. 942/855/1 Village Kalyanpur Tehsil-Baddi, Baddi Solan-173205 ,Himachal Pradesh. Tel No. +91 7832901824 Email: cs@inflammindia.com Web: www.inflammindia.com
Registrar and Transfer Agent:	Skyline Financial Services Private Limited D-153A, 1st Floor, Okhla Industrial Area Phase-I, New Delhi-110020. E-mail: info@skylinerta.com Website: www.skylinerta.com Tel no.: +91-22-49721245, 28511022
e-Voting Agency & VC / OAVM Email:	evoting@nsdl.co.in help desk 1800-222-990
Scrutinizer	M/s Mittal V Kothari & Associates, Ms. Mittal Kothari (Membership No. 46731 C P No.: 17202) Proprietor Email: complianceteam65@gmail.com Mo No: +91 91060 83170

Registered office: Khewat Khatoni No. 45/45, Khasra No. 942/855/1 Village Kalyanpur Tehsil-Baddi, Baddi Solan-173205, Himachal Pradesh.

Corporate Office: Village Bagwali, Khasra No. 40/14-15-16-17/1, Block - Raipur Rani, Nh-73, Panchkula-134202.

Date : **August 05, 2024**
Place : **Panchkula**

For and on behalf of Board of Directors
For, **Inflame Appliances Limited**
CIN: L74999HP2017PLC006778

Aditya Kaushik
Chairman and Managing Director
DIN 06790052

Annexure to Notice of 7th Annual General Meeting

Disclosure under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards-II issued by ICSI for Item No.02

Name of Director	Mr. Aditya Kaushik (DIN: 06790052)
Date of Birth	December 26, 1971
Date of Initial Appointment	November 14, 2017
Date of Appointment (at current term)	August 31, 2022
Educational Qualifications	Matric
Expertise in specific functional areas - Job profile and suitability	He was a partner in the firm M/s Techno Engineering Corpn. since 2015. He has 18 years of work experience in industry of Domestic Appliances and in Manufacturing of powder coating, different types of LPG GAS Stove, its parts and Sheet Metal Products. He is actively engaged in managing the company since his appointment as Director and is responsible for the expansion and overall management of the business of our Company.
Directorships held in other companies (excluding foreign companies, Section 8 companies and Struck off Companies and our Company)	Nil
listed entities from which the person has resigned in the past three years	Nil
Memberships / Chairmanships of committees of other public companies	Nil
No. of Shares held as on March 31, 2024 including shareholding as a Beneficial Owner.	30,13,400 Equity Shares
Terms & Conditions	Liable to retire by rotation
Inter-se Relationship with other Directors	No relationship with other Directors
Remuneration last Drawn	47,50,000 P.A.
Remuneration sought to be paid	60,00,000 P.A.
No. of meetings of the Board attended during the year	11
Information as required pursuant to BSE Circular No.:L1ST/COMP/14/2018-19 dated June 20,2018	Mr. Aditya Kaushik is not debarred from holding the office of director pursuant to any SEBI order or any other such authority.

Inspiration drives us forward at **Inflame**
Kitchen appliances manufacturers in India



inflame
Inspired Cooking

Inflame Appliances Limited

CIN: L74999HP2017PLC006778

Khewat Khatoni No. 45/45, Khasra No. 942/855/1,
Village Kalyanpur, Tehsil-Baddi, Solan-173205,
Himachal Pradesh.

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