

August 28, 2023

To,
Listing Compliance Department,
National Stock Exchange of India Limited
Exchange plaza, Plot No. C/1, G Block,
Bandra Kurla Complex (BKC), Bandra (E),
Mumbai-400 051, Maharashtra, IN

Symbol: MACPOWER**Series: EQ****ISIN: INE155Z01011****Subject: Annual Report for the Financial Year 2022-23 and Notice convening the 20th Annual General Meeting.**

This is with further reference to the captioned subject and pursuant to Regulation 30 and Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Annual Report of the Company for the Financial Year 2022-23 along with Notice convening the 20th Annual General Meeting of the Company scheduled to be held on Friday, September 22, 2023 at 2.00 p.m. (IST) at the registered office of the company situated at Plot No.2234, Nr. Kranti Gate, GIDC METODA, Tal Lodhika, Dist. Rajkot, Gujarat- 360021.

The Annual Report for the FY22-23 is also available on the Company's website at www.macpowercnc.com.

The same can be accessed / viewed through the below mentioned links:

https://www.macpowercnc.com/albums/investor_doc/AnnualReport2022-23.pdf

This is for the information of the exchange and the members.

Thanking you,
For and on behalf of
Macpower CNC Machines Limited

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523
Encl: As above



+91 2827 287930/31
+91 7998 7998 16



sales@macpowercnc.com



REGD. OFFICE :

PLOT NO. 2234, NEAR KRANTI GATE,
GIDC, METODA - 360021.
RAJKOT, GUJARAT. (INDIA)

ANNUAL REPORT

F.Y - 2022-23



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ABOUT THE COMPANY

More than one and half decades of experience and the vision towards creating a niche in India's fastest growing CNC Manufacturing Company, Macpower CNC Machines has been transforming to meet up to the potential demand in domestic markets as well as through import substitution. This growth is a result of Macpower's vision of par excellence to manufacture state of the art products and adopting the best in technology.

In 2003, Macpower Group started Macpower CNC Machines Private Limited with a CNC Machines manufacturing unit in an area of around 4 acres. Today Macpower has has 2 units in operation situated at Metoda G. I. D.C., Rajkot (India).

In 2017, the company was converted into a public company and in 2018; Macpower listed on the National Stock Exchange of India, SME Emerge platform while in August, 2020 the company migrated to the NSE Main board.

Macpower is ISO 9001(Design) certified, a universally accepted quality assurance designation.

The modern headquarters contain a spacious State of the Art Machine Shop, totally equipped Assembly Shops, all Modern Measuring and Testing Equipment's, Technologically Advanced Sheet Metal Unit and one of its kind Powder Coating Plant. This makes Macpower

Macpower is currently offering widest range of 9 different product categories namely Turning Center, Twin Spindle Turning Center, VMC, Twin Spindle VMC, TurnMill Center, HMC, VTL, DTC, Grinder with 60+ different models serving 27 industry segment worldwide with 9269+ installations. We have our Sales & Service Team presence in 39 cities across the country with 128 qualified engineers and 9 business associates; establishment of multiple regional offices and technology centers across the country to have better connect with our valued customers.

To cater to various industrial segments and achieve deeper customer penetration, Macpower is putting in all efforts to expand it's current sales and service network as well use digital tools to address the target audience in an effective way.

- BOARD OF DIRECTORS -



Mr. Rupesh J. Mehta
Chairman & Managing Director

Mr. Nikesh J. Mehta
Whole-Time Director & CEO

Mrs. Riya R. Mehta
Non-Executive & Woman Director

Mr. Maulik R. Mokariya
Independent Director

Mr. Rajubhai R. Bhanderi
Independent Director

Mr. Deven J. Doshi
Independent Director

- AUDITORS -

Statutory Auditor
M/s. S. C. Makhecha & Associates
Chartered Accountants, Rajkot

Secretarial Auditor
K. P. Rachchh & Co.,
Practicing Company Secretaries, Rajkot

Internal Auditor
Mr. Vishal B. Mehta

Registrar & Share Transfer Agent

Link Intime India Private Limited

5th Floor, 506 to 508, Amarnath Business Centre – 1
[ABC-1], Beside Gala Business Centre, Nr. St.
Xavier's College Corner, Off C G Road, Ellisbridge,
Ahmedabad – 380 006, Gujarat, India.
Email: ahmedabad@linkintime.co.in

Banker

Axis Bank Limited
Metoda Branch

Chief Financial Officer

Mr. Rajnikant M. Raja
E-Mail : cfo@macpowercnc.com

Company Secretary & Compliance Officer

Mr. Kishor Kikani
E-Mail : cs@macpowercnc.com

MACPOWER CNC MACHINES LIMITED

Reg. Office : Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021,
Talu-Lodhika, Dist – Rajkot, Gujarat, India | Phone: +91 2827 287930,
Email: cs@macpowercnc.com | Website: www.macpowercnc.com
CIN: L30009GJ2003PLC043419 | NSE Symbol: MACPOWER | ISIN: INE155Z01011



OUR VISION

- To provide best solutions in the machine tool industry.

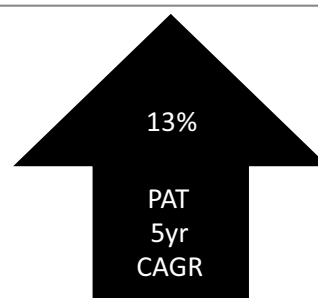
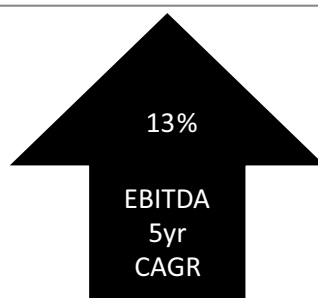
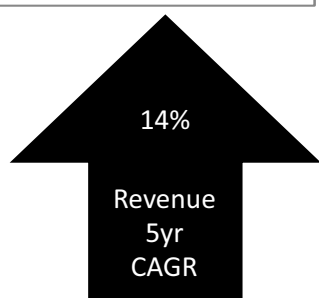
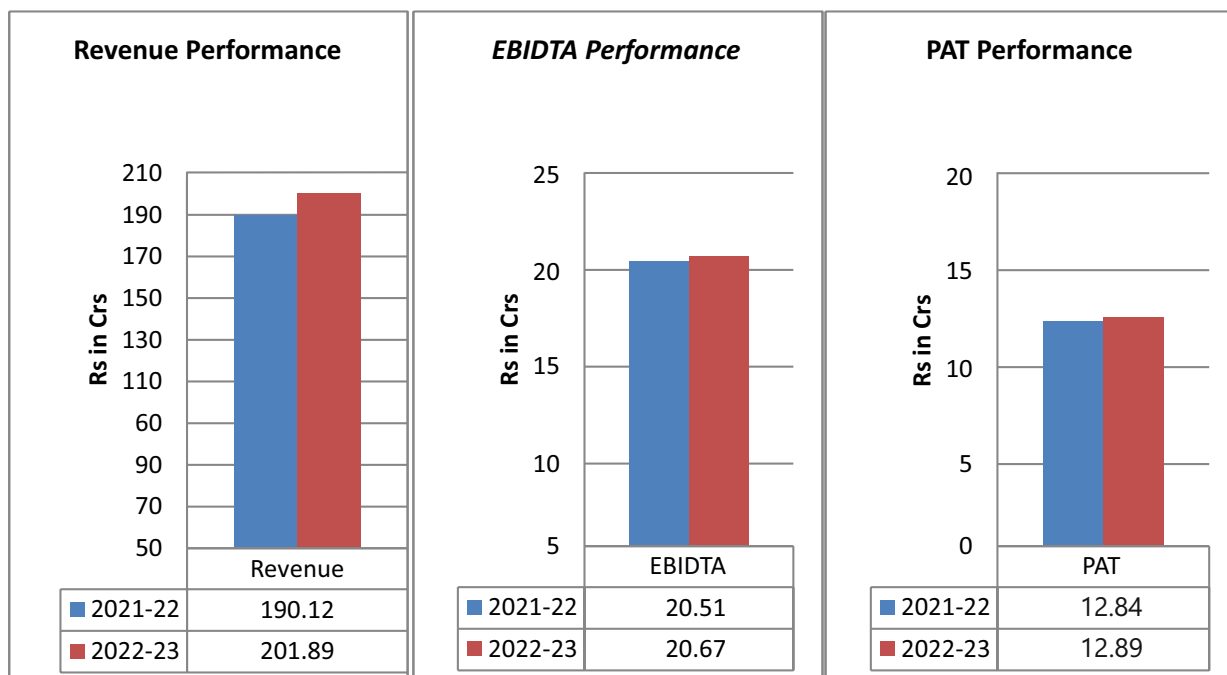
OUR MISSION

- Fostering a spirit of continuous learning and innovation.
- To offer world class products through continuous innovation.
- To reach new sectors of industry in particular and society at large by offering products which make changes in the present state of machine tools.
- To nurture best brains in the company to develop them into future leaders, to enhance the company's growth prospects to greater levels.
- To provide a quick and effective service base to enhance customer satisfaction index.

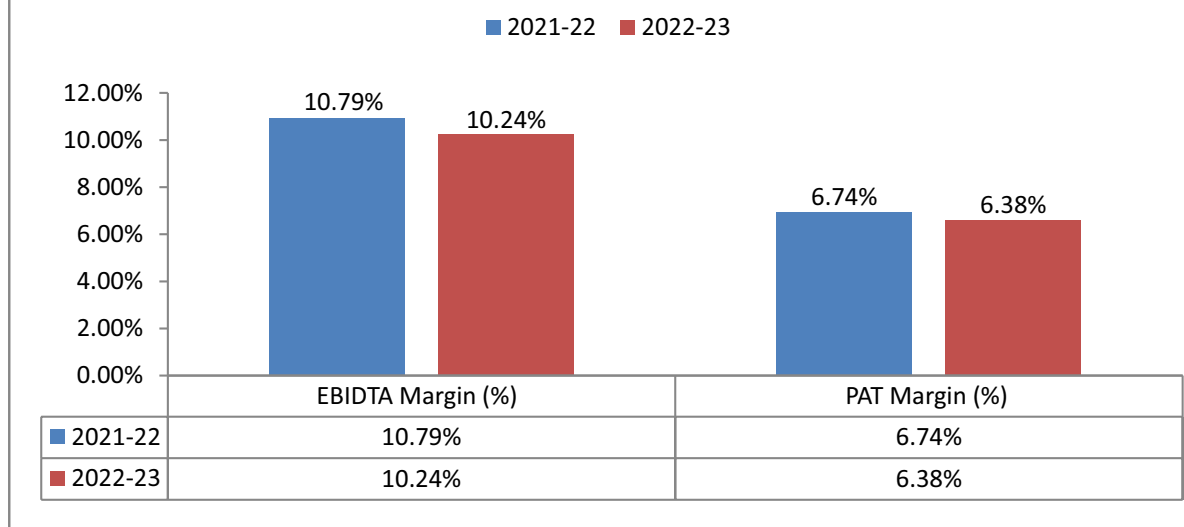
OUR CORE PRINCIPLES

- Always serve with honesty, integrity and transparency
- Always, first understand business needs and objectives
- Always think innovatively, deliver effectively!
- Always maintain client confidentiality, at all levels
- Always be accessible and responsive
- Always aim to bring better cost and operational efficiencies to our clients.
- Always meet the deadlines!

Key Performance Indicators (in Crs)



Key Performance Indicators Margin (in %)



DRIVEN BY VALUES

Values are the guiding principles that we use across our verticals to underpin decision-making, guide our conduct and define our culture. By working together with these values every day, we build a more successful and sustainable business.

Integrity

We will be fair, honest, transparent and ethical in our conduct; everything we do must stand the test of public scrutiny

Unity

We will invest in our people and partners, enable continuous learning, and build caring and collaborative relationships based on trust and mutual respect.

Pioneering

We will be bold and agile, courageously take on challenges, using deep customer insights to develop innovative solutions.

Excellence

We will be passionate about achieving the highest standards of quality, always promoting meritocracy

Responsibility

We will integrate environmental and social principles in our businesses, ensuring that what comes from the people goes back to the people many times over.

CULTURAL PILLARS

Smart Thinking

- Fact-based analysis
- Use logic and customer insights

Winning Attitude

- Take responsibility for customers
- Seize every opportunity

Innovative

- Look at things with fresh perspective
- Find alternative & better ways

Flexible

- Adapt to every change
- Be prepared to face surprises

Teamwork

- Act, think and work together
- Always in the Company's interest

THE VALUE WE GENERATED

OUR RESOURCES

Financial capital:	Manufactured capital:	Human capital:	Intellectual capital:	Social and relationship capital:
The financial resources that we seek are based on funds we mobilize from investors, promoters, banks and financial institutions, net worth or accruals.	Our manufacturing assets, technologies and equipment for production constitute our manufactured capital. The logistics for the transfer of raw materials and finished products are integral to our manufacturing competence.	Our management, employees and contract workers form a part of our workforce, the experience and competence enhancing value.	Our focus on cost optimization and operational excellence, as well as our repository of proprietary knowledge account for our intellectual resources.	Our relationships with communities and partners (vendors, suppliers and customers) influence our role as a responsible corporate citizen.

VALUE CREATED

Financial capital:	Manufactured capital:	Human capital:	Intellectual capital:	Social and relationship capital:
Rs. 202.14 crores Total Revenue ----- Rs. 12.89 Earnings per share ----- 17.71% RoCE 31.01% Return on investment	1047 No of Machines produced & Sold	635 Number of direct and indirect employees ----- Rs. 20.61 crores Total remuneration,	More than 28 years Cumulative senior management experience ----- High Status of company in India's organized Machine tools sector	Number of vendors , suppliers, customers, Employees, Investors, Government and communities relationship with commitment, passion and integrity

VALUE SHARED WITH

Investors:	Suppliers:	Employees:	Customers:	Government and regulations:
The Company enriched investors through dividends (final Rs. 1.50 for FY22-23) and capital appreciation.	The Company sourced Rs. 136.15 crores of material from suppliers.	The Company provided remuneration worth Rs. 20.61 crores and a stable employment.	The Company provided widest range of different product categories, generating Rs. 201.89 crores in revenues from customers.	The Company paid Rs. 3.71 crores in the form of income tax to the government; the employment catalyzed the local community through downstream economic benefits.

Value-enablers



ENVIRONMENT AND COMMUNITIES

We have two hands, one for helping ourselves and other for helping others.

As a responsible and dedicated corporate citizen, we are committed towards a balance of economic, environmental and social imperatives. We undertake programs that support society's sustainable development on a regular basis. We emphasize on protecting the interests of the society and environment at large.

During 2022-23, we spent a total of Rs. 19.52 Lakhs towards CSR activities i.e Spent Rs. 2.52 lakhs towards promoting health care and Spent Rs. 17 lakhs towards Gaushala maintenance and Cattle welfare.

We also continuously focus on environment conservation and encourage using renewable energy and installation of energy-efficient equipment.

Steps undertaken towards energy conservation are as follows:

SOLAR PLANT WITH CAPACITY OF 200KW



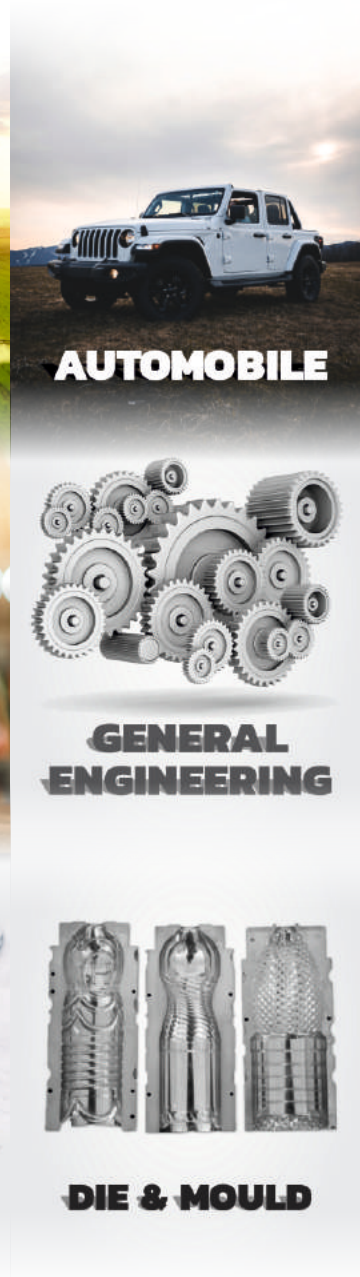
NURTURING OUR HUMAN CAPITAL TO DRIVE GROWTH

We focus on the development of our employees' over-all competence, health and safety. We aim to be a reliable employer and an encouraging working entity where every individual has the opportunity to hone their skills and abilities.

At Macpower, we aim to create a work environment where our employees flourish. Employees play a critical role in successfully running our business, creating value and supporting us in meeting the expectations of our stakeholders. Our employees proactively contribute to create a sustainable future through and we are committed to their wellbeing and safety.

INDUSTRIES CATERED

We catered to various industrial segments like Automobile, Aerospace, Agriculture Equipments, Medical Instruments, Railways, Defence Equipments, Electrical Accessories, Pumps & Valves, Die & Mould and General Engineering amongst others.

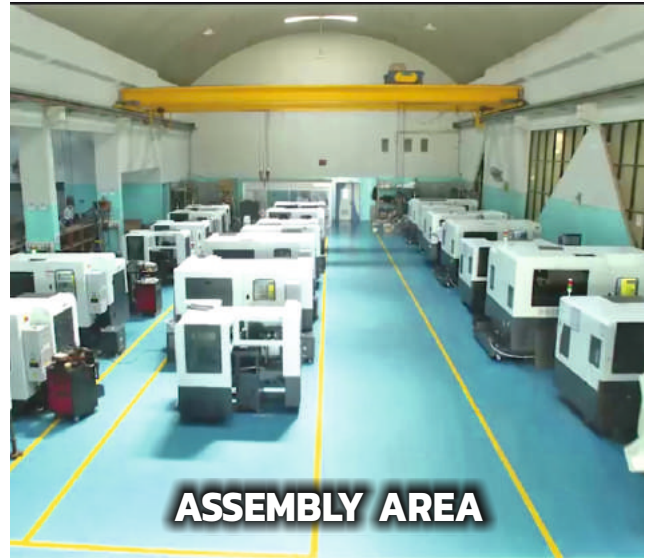


INFRASTRUCTURE

Technologically Advance Machine Shop along with developing state of the art infrastructure facilities.



MACHINE SHOP AREA



ASSEMBLY AREA



SHEET METAL AREA



SPINDLE ASSEMBLY AREA



POWDER COATING AREA



**RESEARCH AND
DEVELOPMENT**

MACHINES AT GLANCE

AUTOMATION

Automation is mostly applicable and more adoptable where Human inputs needs to be minimize.



We have widest range of 9 different product categories namely Turning Center, Twin Spindle Turning Center, VMC, Twin Spindle VMC, Turn Mill Center, HMC, VTL, DTC, Grinder with 60+ different models:



TURNING CENTER

Bearing, Valve, Pump Industry, Tool Room, Automobile, Process Plant Components, Agriculture, Textile, Piping Industry



VERTICAL MACHINING CENTRE

Tool Room, Die And Mould, Automobile, Pattern, Defence, Power, Railways



TURN MILL CENTRE

Special Purpose Components, Aeronautics, Defence, Agriculture, Medical





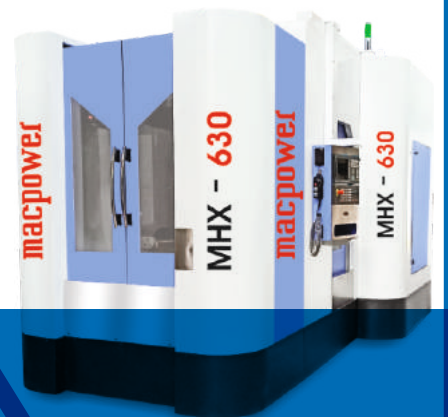
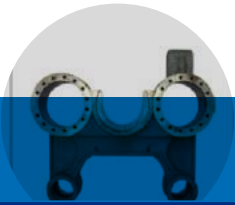
VERTICAL TURRET LATHE

Valve Body, Motor Body,
Engine Liner, Railways



HORIZONTAL MACHINING CENTRE

Automobile, Die And Mould, Defence,
Aeronautics, Textile, Medical, Railways



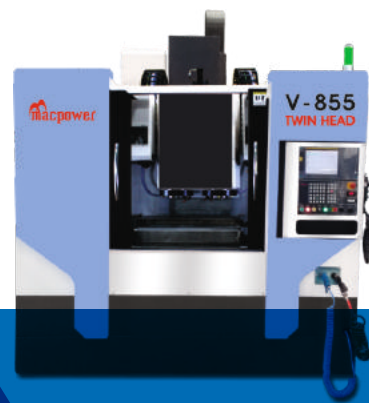
DRILL TAP CENTRE

Electronics, Automobile, Textile



TWIN HEAD VMC

Automobile & Textile



AWARDS AND RECOGNITION



FIE FOUNDATION AWARD AT
IMTEX 2013, BANGALORE FOR
DESIGNING EXCELLENCE FOR
MODEL TURN 'O' MILL 200



FIE FOUNDATION AWARD
AT IMTEX 2017 FOR
TWIN SPINDLE VMC V855 .
TWIN HEAD



FIE FOUNDATION AWARD AT
IMTEX 2015 FOR
MULTI TASKING MACHINE
TURN O' MILL Y S



Dear Shareholders,

I hope you and your families are healthy and safe. I am pleased to present to you our 20th Annual report for the financial year 2022-23. I feel very proud that your company has demonstrated ability to adapt and work cohesively with all our stakeholders to deliver the targeted results in these unprecedented times.

As a Chairman of Macpower CNC Machines Limited (Macpower), let me assure you that despite myriad challenges, your company has focused on maintaining the growth momentum and delivering value.

Your company has outperformed during the financial year 2022-23 by generating highest total operating revenue of Rs. 201.89 Crore against Rs. 190.12 Crore of previous financial year, representing an increase of 6.20% Y-o-Y.

Your Company has sold 1047 number of Machines during the year, which is the highest annual sale of machines in the history of the Company. It was also heartening to see our NEXA vertical for premium products execute 261 machine out of the 1047 machines sold during the year.

Your Company's Board has also recommended final dividend of Rs. 1.50 per share (15% of FV of Rs 10 per share) for FY 2022-23, which is equivalent to nearly 12% Dividend Payout for the FY 2022-23.

We have started FY2023-24 with a strong order book of Rs 152.77 crore and have continued to build on it in Q1FY24. Our order book as on 30th June, 2023 stands at Rs 176.95 crore, which is nearly 16% higher than our order book as of end of FY23. On a typical execution cycle of four to six months, this provides us reasonable growth visibility for the rest of the year assuming that we are targeting significant order inflows during FY2023-24. It's further heartening to see that our premium products, which forms a part of the NEXA vertical contributes as of today contributes to 27% of our order book as on 30th June 2023.

We have also started CNC Automation & Robotic Division to provide tailored solution & services to customers with our various ranges of existing proven machines. We will provide robotic & gantry robotic cells for standard /customized scope of application. We have started to integrate CNC automation solution to customers who are using CNC machines of other CNC manufacturers.

Your Company has enhanced its manufacturing capacity from 1300 to 1500 machines per annum in this year as per commitment and has also maintained its status as a debt free company having strong liquidity. Further your Company is also doing further capex to increase the capacity by construction of a new 45000 sq. ft. facility for the assembly line and store. Machinery's, like Imported laser cutting machine & boring machine will be install by September 2023. Hence our capacity will be increase from 1500 to 1800 machine per annum in next year and will be available to us from FY2024-25 onwards. Also parallel expansion of our distribution network for 39 cities was taken up by increasing distributors from 44 to more than 79.

Recently we have also launched our "Pro series" - entry level basic Turning Machine for which we have recruited 9 new people in the pro group of the distribution network, which will help us strengthen our position in the market.

To cater to various industrial segments in a more in-depth way, Macpower is putting in all efforts to expand its current sales force & network. We also use digital Social media tools like Instagram, FB & LinkedIn etc. to address our target audience in an efficient & effective way. We are also participating in the Machine Tool Expo 2023 at Delhi.

We also continuously focused on environment conservation and encourage the use of renewable green energy. For this we have installed 200 KW rooftop solar power panels, thereby supporting our efforts towards Green Energy. We will also install another 200 to 300 KW rooftop solar power plant on our new building for assembly in the future.

We are working continuously to grow to the next level. Our efforts towards setting up a new assembly unit, increasing our machine capacity to 1800 machine per annum, expand our distribution network, increase our tech centres and expand our management team as well as our sales & marketing teams is aimed to help us reach the Rs 500 crore turnover mark over the next 3-5 years. Manpower management, Material management, Resources management and New Product developments continue to be our mantra for growth. We aim to achieve 20% Revenue CAGR over the next 5 years (base year FY2022-23) adjusted for any external events outside our control.

MESSAGE FROM THE CHAIRMAN

The machine tools market in India is estimated to grow at a CAGR of nearly 10-15 percent. Keeping our fingers crossed, we are seeing good days ahead for the Indian Machine Tool manufacturers.

Macpower and its progressive team firmly believe in hard work and dedication are assured the future growth of the company. Your company always believes in creating value for each and every stakeholders of the company.

I thank the Board, for their continued support and guidance. I sincerely thank our employees, our most precious assets, our customers for their undeterred trust in our brand. And also our Shareholders for their continued faith and all our stakeholders, namely vendors, government authorities and the local community, for their continued support. This synergy navigates us ahead, motivates us to exceed stakeholder expectations, and remain value driven.

With a strong foundation, we will continue executing our strategic priorities and accelerating our growth momentum.

Thank you and Jai Hind!

Regards,

Rupesh Mehta
Chairman & Managing Director
DIN: 01474523

NOTICE IS HEREBY GIVEN THAT THE **TWENTIETH [20TH] ANNUAL GENERAL MEETING** OF MACPOWER CNC MACHINES LIMITED WILL BE HELD ON **FRIDAY, SEPTEMBER 22, 2023 AT 02:00 P.M.** IST AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT PLOT NO.2234,NR.KRANTI GATE, GIDC METODA, TAL LODHIKA RAJKOT-360021, GUJARAT TO TRANSACT THE FOLLOWING BUSINESSES

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended on March 31, 2023, together with the Report of the Board of Directors and Auditor's thereon,** to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT the audited financial statement of the Company for the financial year ended on March 31, 2023 and the report of the Board of Directors and Auditors thereon, as circulated to the members, be and are hereby considered and adopted.”

- 2. To declare final dividend for the financial year ended March 31, 2023,** to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT in terms of the recommendation of the Board of Directors of the Company, the approval of the Members of the Company be and is hereby granted for declaration and payment of final dividend @15% i.e. Rs.1.50/- (Rupee One & Fifty Paise only) each per equity share on 1,00,04,160 Equity Shares, aggregating to Rs.1,50,06,240/- (Rupees One crore Fifty lacs Six thousand Two hundred and Forty only) for the financial year ended March 31, 2023 to those Members whose names appear in the Company's Register of Members as on Record Date.”

- 3. To appoint a Director in place of Mrs. Riyaben R. Mehta [DIN:01603726] who retires by rotation and, being eligible, offers herself for re-appointment,** to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution:**

“RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and as per Articles of Association of the Company, Mrs. Riyaben R. Mehta [DIN:01603726], who retires by rotation at this meeting be and is hereby appointed as a Director of the Company.”

- 4. To reappoint Statutory Auditors of the Company for the second term of five Consecutive years from conclusion of 20th AGM until conclusion of 25th AGM,** to consider and if thought fit, to pass with or without modification(s), the following resolution as on **Ordinary Resolution:**

"RESOLVED THAT in terms of Section 139, 142 and other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. S.C. Makhecha & Associates, Chartered Accountants holding FRN:120184W be and is hereby re-appointed as Statutory Auditors of the Company for the second term of five consecutive years from the conclusion of 20th Annual General Meeting until conclusion of 25th Annual General Meeting to be held in the year 2028."

"FURTHER RESOLVED THAT approval be and is hereby accorded for payment of audit fee of Rs. 3,00,000/- (Rupees Three Lakh only) besides applicable taxes, out of pocket expenses and other service fees if any for the financial year 2023-24 and the Board of Directors be and is hereby authorized to fix and pay the audit fee and other charges as may be deemed fit for the remaining tenure on the recommendation of the Audit Committee."

SPECIAL BUSINESS:

- 5. To ratify Remuneration of Cost Auditors for Financial Year 2023-24,** to consider and if thought fit, to pass with or without modification(s), the following resolution as on **Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section-148 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies [Audit and Auditors] Rules, 2014 [including any statutory modification(s) or re-enactment thereof, for the time being in force], the remuneration of Rs. 35,000 [Rupees Thirty-Five Thousand only] plus GST, to be paid to M/s. Borad Sanjay B & Associates [Firm Registration no. 102408], Cost Auditors of the Company, for the financial year 2023-24, as approved by the Board of Directors of the Company, be and is hereby ratified."

Place: Metoda, Rajkot

Date: 11th August, 2023

For and on behalf of the Board of

MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]

Chairman & Managing Director

DIN: 01474523

NOTES:

1. The notice of AGM along with Annual Report for 2022-23 is being sent to all the members whose name appears in the Register of Members/ list of beneficiaries received from the depositories on the end of **25th August, 2023**. In Furtherance, as per the MCA and SEBI Circulars, the Notice of Annual General Meeting with annual report of the year 2022-23 required to send only through electronic mode to those members whose email addresses are registered with the Company/Depositories as on **25th August, 2023**. Members may note that the Notice and Annual Report of the year 2022-23 will also be available on the website of the Company at <https://www.macpowercnc.com/investor/annual-report/> and on the website of stock exchange on which the securities of the company are listed i.e. www.nseindia.com.

Shareholders who have not registered their e-mail address and in consequence the Annual Report, Notice of AGM and e-voting notice could not be serviced, may also temporarily provide their email address and mobile number to the Company's Registrar and Share Transfer Agent, Link Intime India Private Limited at Ahmedabad@linkintime.co.in, for sending the same or can email to Company cs@macpowercnc.com In case of any Queries relating to availing soft copy can contact company at aforesaid mentioned E-mail id.

2. The relative Explanatory Statement for Item No. 5 pursuant to Section – 102 of the Companies Act, 2013 ["Act"] setting out material facts concerning the business is annexed hereto. The relevant details, pursuant to the Securities and Exchange Board of India [Listing Obligations and Disclosure Requirements] Regulations, 2015 ["SEBI Listing Regulations"] and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India [ICSI], in respect to re-appointment of Director at this Annual General Meeting ["AGM"] is also annexed as **Annexure-A**.

3. A member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company.

A person can act as proxy on behalf of members not exceeding Fifty [50] and holding in the aggregate not more than 10% of total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less the FORTY-EIGHT HOURS [48 hours] before the commencement of the AGM. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable.

4. Institutional/Corporate Shareholders ("Body Corporates") intending to send their authorised representative to attend the AGM are requested to send a certified copy of its Board or governing body Resolution/Authorisation etc. to the Scrutiniser by e-mail through its registered e-mail address at rachhkalpesh@gmail.com with a copy marked at cs@macpowercnc.com, authorizing them to attend and vote on their behalf at the AGM.
5. Members, Proxies and Authorized Representatives are requested to bring the duly completed Attendance Slip enclosed herewith to attend the AGM. to ensure correct identity of each member and proxy holders attending meeting is expected to bring with him/her an appropriate ID document like Aadhar Card, Driving License, Passport, Voter ID card, etc. Members are requested to bring their copies of Annual Report at the meeting.
6. To support the 'Green Initiative', members who have not yet registered their email address are requested to register the same with their Depository Participants ["DPs"] or RTAs.

7. 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.:

I. with their Depository Participant(s) with whom they maintain their demat accounts if shares are held in dematerialised mode by submitting the requisite documents, and

II. with the Company / Link Intime India Private Limited or by emailing at cs@macpowercnc.com or ahmedabad@linkintime.co.in, if shares are held in physical mode, by submitting (i) scanned copy of the signed request letter which shall contain shareholder's name, folio number, bank details (Bank account number, Bank and Branch Name and address, IFSC, MICR details), (ii) self-attested copy of the PAN card and (iii) cancelled cheque leaf.

OR

Members are requested to visit on the website of the Company's Registrar and Share Transfer Agent i.e. Link Intime India Private Limited (LINK INTIME) at https://www.linkintime.co.in/EmailReg/Email_Register.html and upload the documents required therein.

Members may please note that SEBI has made PAN as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions. Members may please note that SEBI has also made it mandatory for submission of PAN in the following cases:

- a. Deletion of name of the deceased shareholder(s);
- b. Transmission of shares to the legal heir(s); and
- c. Transposition of shares.

8. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
9. Members seeking any information with regard to the accounts are requested to write to the Company at an early date i.e. at least 10 days before the annual general meeting through mail at cs@macpowercnc.com, so as to enable the Management to keep the information ready at the AGM.
10. Members are requested to note that, dividends if not encashed for a consecutive period of 7 years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ("IEPF"). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members/Claimants are requested to claim their dividends from the Company, within the stipulated timeline. Details related to unclaimed amount of shares is available at the Website of the Company <https://www.macpowercnc.com/investor/unpaid-or-unclaimed-dividend-details>.
11. Members may pursuant to section 72 of the Companies Act, 2013 read with Rule 19 of the companies (Share Capital and Debentures) Rules, 2014 file nomination in prescribed form SH- 13 with the respective depository participant
12. Non-Resident Members: Non Resident Indian Members are requested to inform Registrar and Transfer Agents, immediately of:

- a. Change in their residential status on return to India for permanent settlement.
- b. Particulars of their bank account maintained in India with complete name, branch, account type, account number, IFSC Code, MICR No. and address of the bank, if not furnished earlier.

13. The route map showing directions to reach the venue of the 20th AGM is annexed.

14. Pursuant to the provisions of Section 91 of the Companies Act, 2013 the Register of Members and Share Transfer Books of the Company will remain close from **Saturday, 16th September, 2023 to Friday, 22nd September, 2023** (both days inclusive) for the purpose of Annual General Meeting and final dividend.

15. Subject to approval of the Members at the AGM, The Dividend, if declared, will be paid within 30 days to those Equity Shareholders whose names stand on the Register of Members as at the close of business hours on **15th September, 2023** and in respect of shares held in the electronic form, the dividend will be payable to the beneficial owners as at the close of business hours on **15th September, 2023** as per details furnished by the Depositories for this purpose. Payment of dividend shall be made through electronic mode to the Shareholders who have updated their bank account details. Dividend warrants / demand drafts will be dispatched to the registered address of the shareholders who have not updated their bank account details, Members are requested to register / update their complete bank details as per note no 7.

TAX DEDUCTIBLE AT SOURCE/ WITHHOLDING TAX:

Pursuant to the requirement of Income Tax, 1961, the Company will be required to withhold taxes at the prescribed rates on the dividend paid to its shareholders. The withholding tax rate would vary depending on the residential status of the shareholder and documents submitted by shareholder with the Company/Link Intime/ Depository Participant.

❖ **RESIDENT SHAREHOLDERS:**

a) Tax Deductible at Source for Resident Shareholders:

Sr. No.	Particulars	Withholding tax Rate	Documents required (if any)
1.	Valid PAN updated in the Company's Register of Members	10%	No document required If dividend does not exceed Rs. 5,000/-, no TDS withholding tax will be deducted. Also, please refer note (v) below.
2	No PAN/Valid PAN not updated in the Company's Register of Members	20%	TDS/ Withholding tax will be deducted, regardless of dividend amount, if PAN of the shareholder is not registered with the Company/Link Intime/ Depository Participant. All the shareholders are requested to update, on or before 15th September, 2023 , their PAN with their Depository Participant (if shares are held in electronic form) and Company/Link Intime (if shares are held in physical form). Please quote all the folio numbers under which you hold your shares while updating the records. Please also refer note (v) below.
3	Availability of lower/nil tax deduction certificate issued by Income Tax Department u/s 197 of Income Tax Act, 1961	Rate specified in the certificate	Lower tax deduction certificate obtained from Income Tax Authority to be submitted on or before 15th September, 2023 .

b) No Tax Deductible at Source on dividend payment to resident shareholders if the Shareholders submit and register following documents as mentioned in column no.4 of the below table with the Company /Link Intime/ Depository Participant on or before **15th September, 2023**.

Sr. No.	Particulars	Withholding tax Rate	Documents required (if any)
1.	Submission of form 15G/15H	NIL	Declaration in Form No. 15G (applicable to an Individual who is below 60 years)/ Form 15H (applicable to an Individual who is 60 years and above), fulfilling certain conditions.
2	Shareholders to whom section 194 of the Income Tax, 1961 does not apply such as LIC, GIC, etc.	NIL	Documentary evidence for exemption u/s 194 of Income Tax Act, 1961.
3	Shareholder covered u/s 196 of Income Tax Act, 1961 such as Government, RBI, corporations established by Central Act & mutual funds.	NIL	Documentary evidence for coverage u/s 196 of Income Tax Act, 1961
4	Category I and II Alternative Investment Fund	NIL	SEBI registration certificate to claim benefit under section 197A (1F) of Income Tax Act, 1961
5	• Recognised provident funds • Approved superannuation fund • Approved gratuity fund	NIL	Necessary documentary evidence as per Circular No. 18/2017 issued by Central Board of Direct Taxes (CBDT)
6	National Pension Scheme	NIL	No TDS as per section 197A (1E) of Income Tax Act, 1961
7	Any resident shareholders exempted from TDS deduction as per the provisions of Income Tax Act or by any other law or notification.	NIL	Necessary documentary evidence exemption from deduction of TDS substantiating.

❖ **NON-RESIDENT SHAREHOLDERS:**

The table below shows that withholding tax on dividend payment to non-resident shareholders who submit, on or before **15th September, 2023**, the following document(s), as mentioned in column no.4 of the below table, to the Company / Link Intime. In case all necessary documents are not submitted, then the TDS/Withholding tax will be deducted @20% (plus applicable surcharge and cess).

Sr. No.	Particulars	Withholding tax Rate	Documents required (if any)
1.	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs)/Other Non-Resident shareholders	20% (plus applicable surcharge and cess) or tax treaty rate whichever is beneficial	FPI registration certificate in case FIIs/ FPIs. To avail beneficial rate of tax treaty following tax documents would be required: 1. Tax Residency certificate issued by revenue authority of country of residence of shareholder for the year in which dividend is received 2. PAN or declaration as per Rule 37BC of Income Tax Rules, 1962 in a specified format. 3. Form 10F filled & duly signed 4. Self-declaration for non-existence of permanent establishment/ fixed base in India (Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness of the documents submitted by the Non- Resident shareholder and review to the satisfaction of the Company)
2	Indian Branch of a Foreign Bank	Nil	Lower tax deduction certificate u/s 195(3) obtained from Income Tax Authority Self-declaration confirming that the income is received on its own account and not on behalf of the Foreign Bank and the same will be included in taxable income of the branch in India.
3	Availability of Lower/NIL tax deduction certificate issued by Income Tax Authority	Rate specified in certificate	Lower tax deduction certificate obtained from Income Tax Authority
4	Any non-resident shareholder exempt from WHT deduction as per the provisions of Income Tax Act or any other law such as The United Nations (Privileges and Immunities) Act, 1947, etc.	Nil	Necessary documentary evidence substantiating exemption from WHT deduction.

Notes:

- The Company will issue soft copy of the TDS certificate to its shareholders through email registered with the Company / LINK INTIME post payment of the dividend, if requested. Shareholders will be able to download Form 26AS from the Income Tax Department's website <https://incometaxindiaefiling.gov.in>.
- The aforesaid documents such as Form 15G/ 15H, documents under section 196, 197A, FPI Registration Certificate, Tax Residency Certificate, Lower Tax certificate etc. can be uploaded on the link <https://www.linkintime.co.in/formsreg/submission-of-form-15g-15h.html> on or before **15th September, 2023** to enable the Company to determine the appropriate TDS/withholding tax rate applicable. Any communication on the tax determination/ deduction received after **15th September, 2023** shall not be considered.

- (iii) Application of TDS rate is subject to necessary verification by the Company of the shareholder details as available in Register of Members as on the Record Date, and other documents available with the Company / Link Intime.
- (iv) In case TDS is deducted at a higher rate, an option is still available with the shareholder to file the return of income and claim an appropriate refund.
- (v) No TDS will be deducted in case of resident individual shareholders who furnish their PAN details and whose dividend does not exceed Rs. 5,000/-. However, where the PAN is not updated in Company/Link Intime/Depository Participant records or in case of an invalid PAN, the Company will deduct TDS u/s 194 without considering the exemption limit of Rs. 5,000/-. All the shareholders are requested to update their PAN with their Depository Participant (if shares are held in electronic form) and Company/Link Intime (if shares are held in physical form) against all their folio holding on or before **15th September, 2023**.
- (vi) In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the Member/s, such Member/s will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any appellate proceedings. This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them.

16. 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 to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant ('DP') and holdings should be verified from time to time.

17. PROCESS AND MANNER FOR MEMBERS OPTING FOR VOTING THROUGH ELECTRONIC MEANS

- i. In compliance with the provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the 20th Annual General Meeting (AGM) through electronic voting system of link Intime India Private Limited through their Insta vote platform:
- ii. Members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Cut-off date i.e. **Friday, September 15, 2023**, shall be entitled to avail the facility of remote e-voting. 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. **Friday, September 15, 2023** shall be entitled to exercise his/her vote through remote e-voting following the procedure mentioned in this part.
- iv. The remote e-voting will commence on **9:00 A.M. on Monday, 18th September, 2023** and will end on **5:00 P.M. on Thursday, 21st September, 2023**. During this period, the members of the Company holding shares as on the Cut-off date i.e. **Friday, September 15, 2023** 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 Link Intime India Private Limited thereafter.

- v. Once the vote on a resolution 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., **Friday, September 15, 2023.**

Vii. The Board of Directors has appointed Mr. Kalpesh P. Rachchh [Membership no. FCS 5156] proprietor of K. P. Rachchh & Co., Practicing Company Secretaries as a Scrutinizer to scrutinize the voting at the AGM and remote e-voting process in a fair and transparent manner.

The Scrutinizer shall, immediately after the conclusion of voting at the general meeting, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the company and make and submit, within 48 hours of conclusion of the meeting, a consolidated scrutinizer's report (i.e. votes through E-voting and Votes cast at AGM through Ballot paper) of the total votes cast In favor or against, if any, to the Chairman or a person authorized by him in writing.

The facility for voting through ballot paper shall be made available at the AGM for the members who have not cast their vote by remote e-voting; The members who have casted their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again. A member can vote either by remote e-voting or at the AGM. In case a member votes by both the modes then the votes cast at the AGM shall be considered invalid.

The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.macpowercnc.com and on the website of NSE at www.nseindia.com

18. INSTRUCTIONS FOR CASTING VOTES BY REMOTE E-VOTING

Remote e-Voting Instructions for shareholders post change in the Login mechanism for Individual shareholders holding securities in demat mode, pursuant to SEBI circular dated December 9, 2020:

Pursuant to SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode can 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 to access e-Voting facility.

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

Type Of Shareholders	LOGIN METHOD
Individual Shareholders holding securities in demat mode with NSDL	<ul style="list-style-type: none"> • If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. • After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to e-Voting service provider website "InstaVote" for casting your vote during the remote e-Voting period or voting during the meeting.

	<ul style="list-style-type: none"> • If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp • Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to e-Voting service provider website “InstaVote” for casting your vote during the remote e-Voting period or voting during the meeting.
Individual Shareholders holding securities in demat mode with CDSL	<ul style="list-style-type: none"> • Existing user of 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. • 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. LINKINTIME. Click on LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period. • If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi./Registration/EasiRegistration • Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com 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 where the E Voting is in progress. i.e. LINKINTIME and you will be redirected to e-Voting service provider website “InstaVote” for casting your vote during the remote e-Voting period or voting during the meeting.
Individual Shareholders (holding securities in demat mode) & login through their depository participants	<ul style="list-style-type: none"> • You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. • Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to e-Voting service provider “InstaVote” website for casting your vote during the remote e-Voting period or voting during the meeting.

Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIIPL at <https://instavote.linkintime.co.in> and register themselves as '**Custodian / Mutual Fund / Corporate Body**'. They are also required to upload a scanned certified true copy of the board resolution / authority letter / power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the '**Custodian / Mutual Fund / Corporate Body**' login for the Scrutinizer to verify the same.

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL have forgotten the password:

Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

Helpdesk for Individual Shareholders holding securities in demat mode:

In case shareholders/ members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

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.co.in 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 22-23058542-43.

EXPLANATORY STATEMENT

As required under Section – 102 of the Companies Act, 2013 [“Act”], the following explanatory statement sets out all material facts relating to business mentioned under item no. 5 of the accompanying Notice:

Item No.: 5

The Board of Directors of the Company, on the recommendation of the Audit Committee, at its Meeting held on May 27, 2023, has considered and approved the appointment of M/s. Board Sanjay, B & Associates, Cost Accountants, as the Cost Auditor of the Company for the financial year 2023-24 at a remuneration of Rs. 35,000/- [Rupees Thirty-Five Thousand only] plus GST.

Pursuant to Section – 143(3) of the Companies Act, 2013 read with Rule 14 of the Companies [Audit and Auditors] Rules, 2014, the remuneration, as approved by the Board of Directors of the Company on the recommendation of the Audit Committee, is required to be subsequently ratified by the members of the Company.

The resolution as at item no. 5 of the Notice is therefore set out as Ordinary Resolution for approval and ratification by the members.

None of the directors and/or Key Managerial Personnel [KMP] of the Company and their relatives is concerned or interested financially or otherwise in the resolution set out at item no. 5 of the Notice.

Place: Metoda, Rajkot
Date: 11th August, 2023

MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

Annexure-A**Details of Directors seeking appointment/re-appointment at forthcoming 20th AGM**

[Pursuant to Regulation 36(3) and 26(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Name of Director	Mrs. Riyaben R. Mehta
Date of Birth	25/05/1974
Date of Appointment	01/04/2004
Education Qualification	12 th Commerce
Expertise in Specific functional area	Mrs. Riyaben R. Mehta, Promoter Non-Executive Director: ➤ She is associated with the Human Resource related activities of the company ➤ She has 16 years of experience in the field of Human Resource Management
Disclosure of relationship between directors inter -se	Mr. Rupesh J. Mehta, Chairman & Managing Director of the Company (Husband)
Terms and conditions of appointment/ continuation of Directorship	Liable to retire by rotation.
Details of last remuneration drawn (FY23)	Nil
Details of proposed remuneration	Nil
Number of Board Meetings Attended	Detail is given in the Board's Report.
Chairmanship/Membership of the Statutory Committee(s) of Board of Directors of the Company	Member of Nomination and Remuneration Committee
List of public companies in which Directorship held	Macpower CNC Machines Limited
Chairmanship/Membership of the Statutory Committee(s) of Board of Directors of other Listed Companies	Nil
Shareholding in the Company	18,14,982 Equity Shares (i.e.18.14%)

Place: Metoda, Rajkot

Date: 11th August, 2023

MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

MACPOWER CNC MACHINES LIMITED

CIN: L30009GJ2003PLC043419

Registered Office: Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika,
Dist.-Rajkot, Gujarat, IndiaTel: +91 2827 287930; Email: cs@macpowercnc.com;website: www.macpowercnc.com**Form MGT-11****Proxy Form**[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the
Companies (Management and Administration) Rules, 2014]

Name of the member(s)		Email ID	
Address		Folio No./ BO ID	

I / We, being the holder/s of _____ equity shares of Macpower
CNC Machines Limited, hereby appoint:

Name		Signature	
Address			
Email			

or failing him/her;

Name		Signature	
Address			
Email			

or failing him/her;

Name		Signature	
Address			
Email			

and whose signature(s) is appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 20th Annual General Meeting of the Company, to be held on the **Friday, September 22, 2023** at **02:00 P.M.** at Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist-Rajkot, Gujarat, India and at any adjournment thereof in respect of such resolutions as are indicated below:

**I wish my above Proxy to vote in the manner as indicated in the box below:

Resolution No.	Particulars	For	Against
1.	To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended on March 31, 2023, together with the Report of the Board of Directors and Auditor's thereon. .		
2.	To declare final dividend for the financial year ended March 31, 2023.		
3.	To appoint a Director in place of Mrs. Riyaben R. Mehta [DIN: 01603726] who retires by rotation and, being eligible, offers herself for re-appointment.		
4.	To reappoint Statutory Auditors of the Company for the second term of five Consecutive years from conclusion of 20th AGM until conclusion of 25th AGM		
5.	To ratify Remuneration of Cost Auditor for F.Y. 2023-24.		

*Applicable for investors holding shares in electronic form.

**This is Optional

Signed this _____ day of _____, 2023

Signature of Member

Signature of Proxy Holder

Please affix
Revenue Stamp
of Re. 1

Notes:

- i.** *This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.*
- ii.** ***It is optional to indicate your preference. If you leave the 'For' or 'Against' blank against any or all resolutions, your Proxy will be entitled to vote in the manner as he/she may deem appropriate.*

Macpower CNC Machines Limited

Registered Office: Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021,
Talu-Lodhika, Dist-Rajkot, Gujarat, India

Tel: +91 2827 287930; Email: cs@macpowercnc.com;

website: www.macpowercnc.com

CIN: L30009GJ2003PLC043419

ATTENDANCE SLIP

**PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF
THE MEETING HALL**

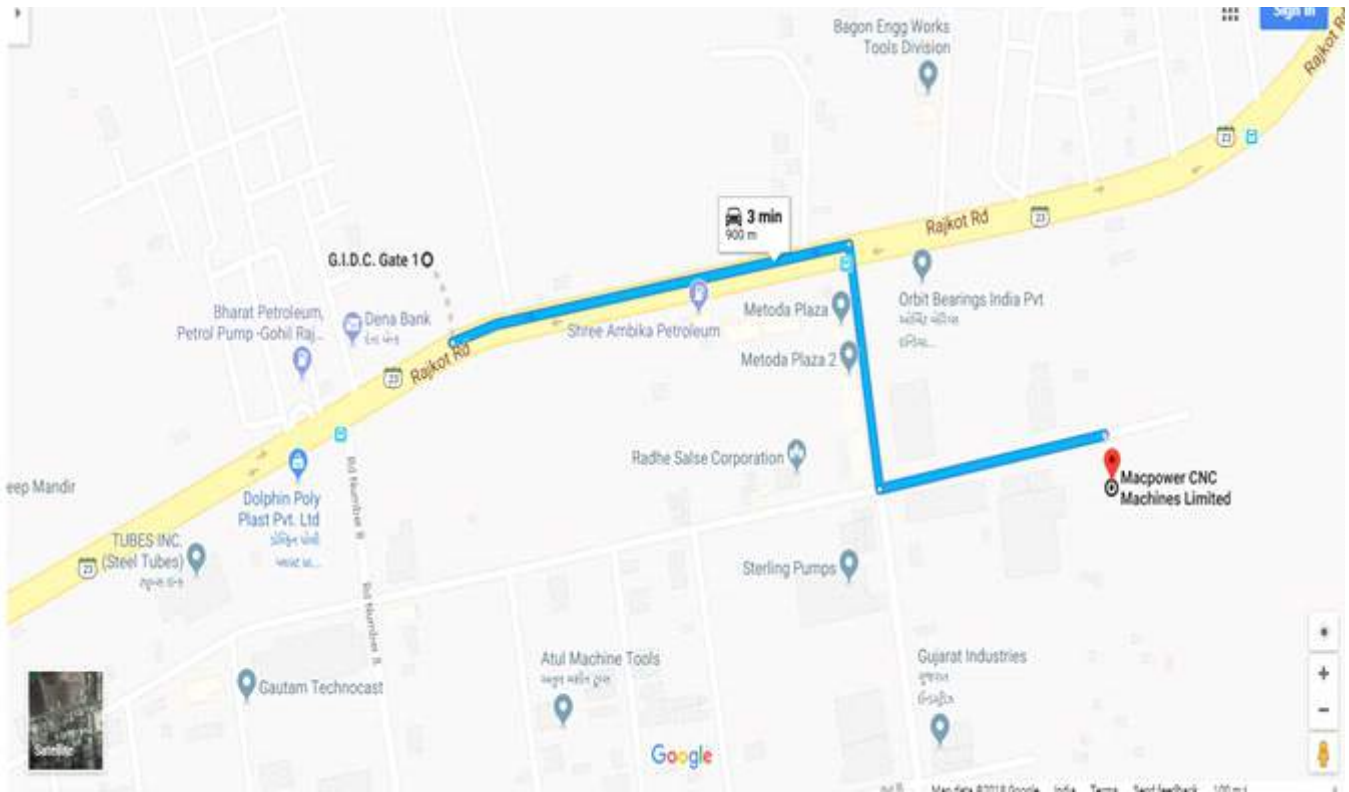
Name of the Member:			
Address of the Member:			
DP ID*:		Folio No:	
Client ID*:		No. of Shares	

I hereby record my presence at the 20TH ANNUAL GENERAL MEETING of the Company held on **Friday, September 22, 2023** at **02:00 P.M.** at Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu-Lodhika, Dist-Rajkot, Gujarat, India.

Signature of member/Proxy holder(s)

*Applicable for investors holding shares in electronic form.

Route Map for the Venue of 20th Annual General Meeting



Venue of AGM: Plot No. 2234, Near Kranti Gate, GIDC Metoda – 360 021, Talu. -Lodhika, Dist.-Rajkot, Gujarat, India

Date of AGM- Friday, September 22, 2023.

Time of AGM: 02:00 P.M.

To,
The Members,
 of Macpower CNC Machines Limited

Your Directors have pleasure in presenting their 20th Annual Report on business and operation of your company together with the Financial Statements for the year ended on March 31, 2023.

FINANCIAL RESULT

Particulars	Current Financial Year (2022-23)	Previous Financial Year (2021-22)
Revenue from Operations	20189	19012
Other Income	25	83
Total Income	20214	19095
Profit/Loss before depreciation, Finance Costs, Exceptional items and Tax Expense	2092	2134
Less: Depreciation/Amortization/Impairment	336	279
Profit/(Loss) before Finance Costs, Exceptional items and Tax Expense	1756	1855
Less: Finance Costs	23	16
Profit/(Loss) before Exceptional items and Tax Expense	1733	1839
Add/(less): Exceptional items	0	0
Profit/(Loss) before Tax Expense	1733	1839
Less: Tax Expense [Current & Deferred]	444	555
Current Income Tax	371	388
Deferred Tax	73	167
Profit/(Loss) for the year	1289	1284

OVERVIEW OF OPERATIONS

Performance of your company was during the financial year 2022-23 by generating highest total operating revenue of Rs. 201.89 Crore against Rs. 190.12 Crore of previous financial year, representing Increase in Y-o-Y growth rate by 6.19%. This year your company's PAT comes to Rs. 12.89 Crore as last year it was Rs. 12.84 Crore. EPS stands at Rs 12.89 per share as against Rs 12.84 per share last year.

CHANGE IN NATURE OF BUSINESS

There has been no change in the Nature of Business during the year.

TRANSFER TO RESERVE

No amount is proposed to be transferred to General Reserve out of the net profits of the Company for the FY23. Hence, the entire amount of profit has been carried forward to the Profit & Loss Reserve Account.

DIVIDEND

Based on the performance of the Company for the year, the Board of Directors is pleased to recommend a final dividend of Rs.1.50/- per equity share of the face value of Rs. 10/- each (i.e. 15%), payable to those shareholders whose name appear in the Register of Members as on Record date, subject to approval of Shareholders at the ensuing Annual General Meeting, which if approved, will absorb Rs.1,50,06,240/- towards final dividend.

In view of the changes made under the Income-tax Act, 1961, by the Finance Act, 2020 and amendments thereof, dividends paid or distributed by the Company shall be taxable in the hands of the Shareholders. The Company shall, accordingly, make the payment of the final dividend after deduction of tax at source.

MAJOR EVENTS OCCURRED DURING THE YEAR

During the year under review, there have been no events occurred in your company which management believes that having an impact on the affairs of your company;

DISPATCH OF MACHINES

During the year, your company has dispatched total 1047 Machines to various sectors like Private sector, Defense sector, Education sector, Research sector etc.

MATERIAL CHANGES AND COMMITMENTS/KEY DEVELOPMENTS

There have been no material changes and commitments affecting the financial position of the Company since the closure of financial year i.e. since March 31, 2023

REVISION OF FINANCIAL STATEMENTS

None of Financial Statements of the Company, pertaining to previous financial years were revised during the financial year under review.

SHARE CAPITAL AND DEBT STRUCTURE

There was no change in Authorised and Paid up Share Capital of the Company and neither there was any reclassification nor sub-division of equity shares during the year under review.

Your Company does not have Debt securities.

CREDIT RATING OF SECURITIES

Your company only has Equity shares and Credit rating is not applicable to equity securities. So, during the year no credit rating certificate related securities is taken as it is not applicable.

INVESTOR EDUCATION AND PROTECTION FUND [IEPF]

During the year under review, Company was not required to transfer any amount of dividend or any shares to Investor Education and Protection Fund.

But your Company has declared final dividend in the financial year of 2017-2018, 2018-2019 and interim & final dividend in 2021-22 and the details of Unpaid/Unclaimed Dividend account of Members of the Company is given on the website of the Company – <https://www.macpowercnc.com/investor/unpaid-or-unclaimed-dividend-details/>.

In Furtherance, Company has appointed Nodal Officer for and on behalf of the Company to Co-Ordinate with IEPF Authority pursuant to Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Second amendment Rules, 2019 and amendment thereto if any, Details of Nodal Officer is as under:

Name: Mr. Kishor Kikani

Designation: Company Secretary & Compliance Officer

Contact details: cs@macpowercnc.com

MANAGEMENT

I. Director and Key Managerial Personnel

Directors

Following are the Promoter/Promoter group Directors of the Company as on 31st March, 2023 and during the year under review, there has been no change in the Board of Directors of the Company:

Sr. No.	Names of Directors	Designation	DIN
1.	Mr. Rupesh J. Mehta	Managing Director	01474523
2.	Mr. Nikesh J. Mehta	Whole-Time Director & Chief Executive Officer	01603779
3.	Mrs. Riya R. Mehta	Non-Executive & Woman Director	01603726

Director retiring by rotation

Mrs. Riyaben R. Mehta, Director (DIN: 01603726) of the Company retires at this ensuing Annual General Meeting pursuant to provision of section 152(6) of the Companies Act, 2013 and being eligible, offer herself for re-appointment.

The relevant details and Brief profile of Director seeking re-appointment are given in the Notes/Annexures to the Notice of the Annual General Meeting.

Key Managerial Personnel (KMP)

Pursuant to the provisions of Section 203 of the Companies Act, 2013, following are the Key Managerial Personnel of the Company as on March 31, 2023:

Sr. No	Names of KMP	Designation	DIN/PAN
1.	Mr. Rupesh J. Mehta	Managing Director	01474523
2.	Mr. Nikesh J. Mehta	Whole-Time Director(WTD) and Chief Executive Officer(CEO)	01603779
3.	Mr. Rajnikant Raja	CFO	ADEPR7853H
5.	Mr Kishor Kikani	CS	AVXPK4815H

Board at their meeting held on 5th August, 2022 has re-appointed Mr. Rupesh J. Mehta (DIN: 01474523), Managing Director and Mr. Nikesh J. Mehta (DIN: 01603779), Whole Time Director of the Company for a period of 3 (three) years effective from October 1, 2022 to September 30, 2025 and which was approved by shareholders at their AGM held on 27.09.2022.

Change in KMP during the year

During the year under review, there is no change in the KMP of the Company:

ii. Independent Directors

Following are the Independent Directors of the Company and during the year under review there has been no change in the Independent Directors of the Company:

- 1) Mr. Maulik R. Mokariya [DIN: 05310868],
- 2) Mr. Rajubhai R. Bhanderi [DIN: 07986563] and
- 3) Mr. Deven J. Doshi [DIN: 07994505]

Aforesaid all the Independent Directors were reappointed at 19th annual general meeting held on 27.09.2022 for a period of five (5) years for 2nd term from November 17, 2022 to November 16, 2027.

In terms of the Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, all Independent Directors of the Company have enrolled themselves on the Independent Directors Databank and also passed the online proficiency self-assessment test within the specified timeline.

iii. Declaration by Independent Directors

Pursuant to the provisions of Section 149 of the Act, the independent directors have submitted declarations that each of them meets the criteria of independence as provided in Section 149(6) of the Act along with Rules framed thereunder and as per Regulation 16(1)(b) and Regulation 25 (8) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") at the first meeting of the Board of financial year. In Furtherance, Company has also received confirmation that that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence and that they are independent of the management. There has been no change in the circumstances affecting their status as independent directors of the Company.

During the year under review, the non-executive director and Independent Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses, if any, incurred by them for the purpose of attending meetings of the Board/Committee of the Company.

None of the Directors are disqualified to be continued to act as Director of the Company.

iv. Board Meeting

Five meetings of the Board of Directors were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days. For details of meetings of the Board, please refer below table:

Board of Directors	Rupesh J. Mehta	Nikesh J. Mehta	Riya R. Mehta	Maulik R. Mokariya	Rajubhai R. Bhanderi	Deven J. Doshi
Meeting Date/ Designation	Managing Director	Whole - Time Director	Non-Executive & Woman Director	Independent Director	Independent Director	Independent Director
28.05.2022	YES	YES	YES	YES	YES	YES
05.08.2022	YES	YES	YES	YES	YES	YES
26.09.2022	YES	YES	YES	YES	YES	YES
10.11.2022	YES	YES	YES	YES	YES	YES
11.02.2023	YES	YES	YES	YES	YES	YES

During FY 2022-23, two resolutions were passed by circulation on 18th April, 2022 and 9th September, 2022. Meetings of the Independent Directors were held on 11/02/2023. The Independent Directors, inter-alia, reviewed the performance of Chairman of the Company and Board of Directors.

v. Committees of the Board

There are 4 Board Committees as on March 31, 2023 that have been formed, considering the needs of the Company, details of which are as follows;

Audit Committee Meeting	Rupesh J. Mehta	Rajubhai R. Bhanderi	Deven J. Doshi
	Managing Director	Independent Director	Independent Director
Date/Designation	Member	Chairperson	Member
28.05.2022	YES	YES	YES
05.08.2022	YES	YES	YES
26.09.2022	YES	YES	YES
10.11.2022	YES	YES	YES
11.02.2023	YES	YES	YES
Stakeholders' Relationship Committee (SRC) Meeting	Rupesh J. Mehta	Nikesh J. Mehta	Rajubhai R. Bhanderi
	Managing Director	Whole-Time Director	Independent Director
Date/Designation	Member	Member	Chairperson
11.02.2023	YES	YES	YES
Nomination Remuneration Committee (NRC) Meeting	Rajubhai R. Bhanderi	Deven J. Doshi	Riya R. Mehta
	Independent Director	Independent Director	Non-Executive Director
Date/Designation	Chairperson	Member	Member
05.08.2022	YES	YES	YES
Corporate Social Responsibility Committee Meeting	Rupesh J. Mehta	Nikesh J. Mehta	Rajubhai R. Bhanderi
	Managing Director	Whole-Time Director	Independent Director
Date/Designation	Member	Member	Chairperson
05.08.2022	YES	YES	YES

vi. Company's Policy/Terms of Reference of committees

The Terms of Reference of Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and corporate social responsible committee are disclosed in Corporate Governance report which forms part of this Annual Report.

vii. Company's Policy on Directors' Appointment and Remuneration

Remuneration policy of the Company is designed to create a high-performance culture. It enables the Company to attract, retain and motivate employees to achieve results. Our business model promotes customer centricity and requires employee mobility to address project needs. The remuneration policy supports such mobility through pay models that are compliant to local regulations.

The Company pays remuneration by way of salary, benefits, perquisites and allowances etc. to its Managing Director & the Executive Directors. Annual increments are recommended by the Nomination and Remuneration Committee

The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, decides the commission/remuneration payable to the Managing Director and the Executive Directors out of the profits for the financial year and within the ceilings prescribed under the Act, based on the Board evaluation process considering the criteria such as the performance of the Company as well as that of the Directors. The said commission/remuneration is decided each year by the Board of Directors, on the recommendation of the Nomination and Remuneration Committee and paid to the Managerial personnel based on the Board evaluation process, considering criteria such as their attendance and contribution at the Board and Committee meetings, as well as the time spent on operational matters other than at meetings. The Company may reimburse the out-of-pocket expenses incurred by the Directors for attending the meetings.

Nomination and Remuneration policy is placed on the website of the Company at https://macpowercnc.com/albums/investor_doc/NominationandRemunerationpolicy.pdf

viii. Board 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 Act and SEBI (LODR) Regulations, 2015. The performance of the board was evaluated by the Board after seeking inputs from all the directors on the basis of 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 criteria such as the composition of committees, effectiveness of committee meetings, etc.

In a separate meeting of independent directors, performance of non-independent directors, the board as a whole and the Chairman of the Company were evaluated, taking into account the views of executive directors and non-executive directors.

The Board and the Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of 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.

Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

As per Companies Act, 2013, Board has made annual evaluation of its own performance and also of its committees and Individual Directors. The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. Board of Directors is actively taking an action for evaluation.

ix. Remuneration of Directors and Employees

Details of Remuneration of Executive Directors for the year ended on March 31, 2023:

Name of Director	Designation	Amount of Remuneration
Mr. Rupesh J. Mehta	Managing Director	*36,00,000
Mr. Nikesh J. Mehta	Whole-Time Director	*24,00,000

* Board of directors has based upon the recommendation of nomination and remuneration committee and subject to approval of members of the company (which later approved by members at their AGM held on 27.09.2022) has reappointed and revised managerial remuneration as follows:

Mr. Rupesh J. Mehta having monthly remuneration (gross salary) of Rs. 3,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs. 3,00,000/- plus 18% GST with effect from 01st October, 2022 and Mr. Nikesh J. Mehta having monthly remuneration (gross salary) of Rs. 2,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs. 2,00,000/- plus 18% GST with effect from 01st October, 2022.

The Company has not paid any remuneration/commission/sitting fees to Non-Executive director and Independent Directors.

Particulars of employees:

Disclosure pertaining to remuneration and other details as required under the Act read with Rule 5 of the Companies [Appointment and Remuneration of Managerial Personnel] Rules, 2014 and amendments thereof are provided in the Annual Report. Particulars of Employees in terms of the provisions of Section – 197(12) of the Act read with Rule 5 is attached with this report as **Annexure - 1**.

x. Directors' Responsibility Statement

Pursuant to the provisions of Section 134(3)(C) and 134(5) of the Companies Act, 2013, Your directors confirm, to the best of their knowledge and belief:

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

INTERNAL FINANCIAL CONTROLS AND INTERNAL CONTROL SYSTEMS:

"Internal financial controls" means the policies and procedures adopted by the company 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.

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the work performed by the internal, statutory and secretarial auditors and external consultants, including the audit of internal financial controls over financial reporting by the statutory auditors and the reviews performed by management and the relevant board committees, including the audit committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2022-23.

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. During the year under review, no material or serious lapses have been observed by the Internal Auditors of the Company for inefficiency or inadequacy of such controls.

The Company's internal control procedure, which includes internal financial controls, ensures compliance with various policies, practices and statutes keeping in view the organization's pace of growth and increasing complexity of operations. The Internal Auditors carry out extensive audits throughout the year across all functional areas and submit their reports to the Audit Committee. The said Reports have not included any observation of any serious lapses in the system during the year under review.

Based on its evaluation [as defined in section 177 of Companies Act 2013 and Clause 18 of SEBI Regulations 2015], our audit committee has concluded that, as of March 31, 2023 our internal financial controls were adequate and operating effectively.

DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

Your company has no holding/subsidiary/associate company. So, disclosure in AOC-1 required under section 129 of the Act is not applicable to your company.

DETAILS OF DEPOSITS

Your company has not accepted any deposits and as such no amount of Principal or Interest was outstanding as of the Balance Sheet.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

Your Company has not made any transaction that was falling under the ambit of section-186 of the Companies Act, 2013.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Your Company has entered into transaction with Related Parties at Arm's Length Basis. Particulars of contracts or arrangements with related parties referred to section – 188(1) of the Companies Act, 2013, in the prescribed Form AOC-2, is appended as **Annexure - 2** to the Board's Report.

CORPORATE SOCIAL RESPONSIBILITIES

Your Company is falling under the ambit of Section 135 of the Companies Act, 2013 i.e. Corporate Social Responsibility. During the year 2022-23, company has spent total amount of Rs.19.52 Lacs as CSR expenditure.

The brief outline of the Corporate Social Responsibilities [CSR] policy of the Company and the initiatives undertaken by your company on CSR activity during the year under review are set out in **Annexure -3** of this report in the format prescribed in the Companies [Corporate Social Responsibility Policy] Rules, 2014 i.e. Annual Report on CSR Activities. The CSR policy is available on the website of the company at https://macpowercnc.com/albums/investor_doc/CorporateSocialResponsibilitypolicy.pdf

Further, the details relating to the Composition of CSR Committee and Meetings of CSR Committee disclosed in above point of Board's Report relating to Committees of Board and also disclosed in the Annual Report on CSR Activities.

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

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2015 is furnished in **Annexure - 4** attached to this report.

RISK MANAGEMENT

The Company was not required to frame Risk Management Committee pursuant to Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly not constituted, however, the board of directors is responsible for framing, implementing and monitoring the risk management plan for the listed entity and Audit Committee of the Company also evaluating Risk Management Systems.

VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has a Whistle Blower Policy and has established the necessary vigil mechanism for directors and employees to report concerns about unethical behavior and to report instances of leak of unpublished price sensitive information. No person has been denied access to the Chairman of the Audit Committee. The said policy has been uploaded on the website of the Company at https://www.macpowercnc.com/albums/investor_doc/VigilMechanismorWhistleBlowerpolicy.pdf

The Audit Committee is continuously verifying the Whistle Blower policy (vigil mechanism) which provides a format mechanism for all stakeholders, employees and directors of the Company to approach the Chairman of the Audit Committee of the Company and make protective disclosures about the unethical behavior towards stakeholder/employee of the company, leak of UPSI, actual or suspected fraud or violation of the Company's Code of Conduct.

MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS

During the year under review, there are no significant or material orders passed by the Regulators/Courts/Tribunals that could impact the going concern status of the company and its future operations.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under review, there was no application made or no proceeding pending under the insolvency and bankruptcy code, 2016.

AUDITORS AND AUDITORS' REPORT

The Details of the Auditors of the Company are as stated below:

Name of Auditor	Type of Auditor	FY 22-23	FY 23-24
M/s. S.C. Makhecha & Associates (FRN: 120184W)	Statutory Auditor, Rajkot	Appointed in 15 th AGM [i.e. AGM for 2017-18] for consecutive term of 5 years from 15 th Annual General Meeting till the Conclusion of 20 th AGM (i.e. F.Y2022-23.)	The Board has recommended for reappointment at this 20 th AGM for a 2 nd term of 5 Consecutive years i.e. till the conclusion of AGM pertaining to financial year ending on 31st March, 2028.
M / s . K . P . Rachchh & Co. FCS: 5156	Statutory Auditor	Appointed to conduct Secretarial audit for FY 2022-23.	Re-appointed to conduct Secretarial audit for FY 2023-24
M/s. Borad Sanjay B & Associates	Cost Auditor	Appointed to conduct cost audit for FY 2022-23.	Re-appointed to conduct cost audit for FY 2023-24.
Mr. Vishal Kadia	Internal Auditor	Appointed to conduct Internal Audit for FY year 2022-23.	Mr. Vishal Kadia re-appointed to conduct Internal Auditor for FY 2023-24 however he ceased as an Internal Auditor after closure of working hours on 07th July, 2023 and thereafter Mr. Vishal B. Mehta appointed as an Internal Auditor w.e.f 8th July, 2023 to conduct Internal audit for FY 2023-24.

A. STATUTORY AUDITORS:

M/s. S. C. Makhecha & Associates, Chartered Accountants (FRN: 120184W) were Appointed in 15th AGM [i.e. AGM for 2017-18] for a term of 5 consecutive years from 15th Annual General Meeting till the Conclusion of 20th AGM (i.e. F.Y2022-23) and their 1st term will get expire after the conclusion of this ensuing 20th Annual General Meeting and accordingly, being eligible, the Board has recommended before the shareholders at this 20th Annual General Meeting for reappointment of M/s S. C. Makhecha & Associates as a statutory auditors of the Company for a 2nd term of 5 consecutive years from 20th AGM until the Conclusion of 25th AGM (i.e. from FY 2023-24 to F.Y 2027-28). They have given consent and confirmed that they are not disqualified from continuing as Auditors of the Company. Further, as required under SEBI (LODR) Regulations, 2015, they hold valid peer review certificate No. 015108. Necessary resolution for reappointment of Statutory Auditors of the Company forms part of the Notice of the ensuing Annual General Meeting.

The Auditors' Report for the financial year ended March 31, 2023 does not contain any reservation, qualification or adverse remark. The notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

NO FRAUD REPORTING

No fraud has been reported by the Auditors under section 143(12) of the Companies Act, 2013 requiring disclosure in the Board's Report.

B. SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Act and Rules made there under, the Board of Directors had appointed M/s. K. P. Rachchh & Co., Practicing Company Secretaries for conducting Secretarial Audit of the Company for the FY 2022-23.

The Secretarial Audit Report obtained pursuant to the provisions of Section 204 of the Act and Rules made there under, from M/s. K. P. Rachchh & Co., Practicing Company Secretaries for the FY 2022-23 is set out at 'Annexure- 5' forming a part of this Report.

The Secretarial Auditors Report for the financial year ended March 31, 2023 is self-explanatory and does not call for any further clarifications.

Further, the Board of Directors at their meeting held on May 27, 2023 has re-appointed M/s. K. P. Rachchh & Co., Practicing Company Secretaries for conducting Secretarial Audit of the Company for the FY-2023-24 under the Companies Act, 2013 and under regulation 24A of the SEBI (LODR) Regulations, 2015.

C. COST AUDITORS:

The Board has appointed M/s. Borad Sanjay B & Associates, Cost Accountants for conducting the audit of cost records of the Company for single segment for the financial year 2022-23 as recommended by the Audit Committee.

In furtherance, Company has re-appointed M/s. Borad Sanjay B & Associates, Cost Accountants for the year 2023-24 at a remuneration of Rs. 35,000/- and As required under Section-148 and Rule 14 of the Companies [Audit and Auditors] Rules, 2014, Necessary resolution for ratification of payment of remuneration to the said Cost Auditors forms part of the Notice of the ensuing Annual General Meeting

D. INTERNAL AUDITORS:

Mr. Vishal B. Mehta has been appointed by the Board of Directors at their meeting held on July 7, 2023, as Internal Auditors of the Company for the financial 2023-24 w.e.f July 8, 2023 upon resignation of Mr. Vishal Kadia as an internal auditor of the Company with effect from July 7, 2023 due to his preoccupation in other assignments.

COMPLIANCE WITH SECRETARIAL STANDARDS

We, the Directors of the Company, hereby state the Company has complied all applicable Secretarial Standards to the applicable extend.

ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2023 is available on the website of the Company at <https://www.macpowercnc.com/investor/annual-return>.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT (MDAR)

Management Discussion & Analysis Report for the year under review, under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), is presented in a separate section and forms a part of this Report.

CORPORATE GOVERNANCE REPORT

Your directors reaffirm their continued commitment to good corporate governance practices. During the year under review, your company was in compliance with the provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, relating to Corporate Governance.

The Report on Corporate Governance as stipulated under Regulation 34 of the SEBI Listing Regulations forms an integral part of this Report. The requisite certificate on Corporate Governance availed from M/s. K. P. Rachchh & co. Practicing Company Secretaries, confirming compliance with the conditions of corporate governance as stipulated under Schedule V of the SEBI Listing Regulations is enclosed to the Report on Corporate Governance presented in a separate section and forms a part of this Report

DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has adopted a policy on prevention, prohibition and Redressal of Sexual harassment at workplace and has duly constituted an Internal Complaints Committee in line with the provisions of the Sexual Harassment of Women at Workplace [Prevention, Prohibition and Redressal] Act, 2013 and the Rules thereunder. The said policy is uploaded on the website of the Company at https://macpowercnc.com/albums/investor_doc/POLICYONSEXUALHARASSMENTATWORKPLACE.pdf

There have been no complains related sexual harassment reported during the year under review.

INSURANCE

The assets of the company including buildings, plant & machinery, stocks, etc. wherever necessary and to the extent required have been adequately insured against various risks.

SEGMENT REPORTING

The Company is engaged in the business of manufacturing of CNC Turning Centers, Vertical Machining Centers [VMC], Horizontal Machining Centers [HMC], Cylindrical Grinder, Vertical Turret Lathe [VTL], Turn Mill Centers, Drill Tap Center [DTC], Twin Spindle Turning & VMC along with robotic automation solutions. Considering the nature of the Business and Financial Reporting of the Company, the segment reporting is not applicable to company as your company's business in single segment.

HUMAN RESOURCE DEVELOPMENT

Your Company continued to focus on attracting new talent while investing in organic talent development to help employees acquire new skills, explore new roles and realize their potential.

The Company's relation with human resource continued to be cordial during the year under review. The Board wishes to take place on record its appreciation for the valuable services rendered by its entire workforce. During the year there was no instance of Strike, Lock out or another issues related to Human Resources.

GENERAL

The Board of Directors confirms that no disclosure or reporting is required in respect of the following matters as there were no transactions on these matters during the FY23:

1. Issue of equity shares with differential rights as to dividend, voting or otherwise;
2. Issue of shares (including sweat equity shares or Stock options) to employees of the Company;
3. non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014;
4. Material or serious instances of fraud falling within the purview of Section 143(12) of the Act and Rules made there under.

ACKNOWLEDGMENTS

The Directors thank the Company's employees, customers, vendors, investors and academic partners for their continuous support.

The Directors also thank the Government of India, Governments of various states in India, Governments of various countries and concerned Government departments and agencies for their co-operation.

The Directors appreciate and value the contribution made by every member of the work family.

Stakeholders support is also acknowledged by the Management of the Company.

Place: Metoda, Rajkot
Date: 11th August, 2023

For and on behalf the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

ANNEXURE -1

PARTICULARS OF EMPLOYEES

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

- a. **The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year and the percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year:**

Name of Director/KMP	Designation	Ratio to median remuneration [annually]
Rupesh J. Mehta	MD	24.80x
Nikesh J. Mehta	WTD & CEO	16.53x
Riya R. Mehta	Non-executive & Woman Director	Not applicable as no Remuneration
Rajnikant M. Raja	CFO	6.77x
Kishor Kikani	CS	2.67x

No sitting fees and commission paid to Non-Executive Directors & Independent Directors during the year under review.

- b. **The percentage increases in the median remuneration of employees in the financial year:** 7% to 9%.
- c. **The number of permanent employees on the rolls of the company:** 554
- d. **The explanation on the relationship between average increase in remuneration and Company performance:** The average increase in the managerial remuneration for the F.Y 2022-23 is 8% to 12% and the average increase in the salary of employees other than managerial personnel for the FY 2022-23 is upto 6 to 10%.

On an average, employees received an annual increase of upto 7%. The individual increments varied from 3% to 31% based on individual performance.

In order to ensure that remuneration reflects Company performance, the performance pay is also linked to organization performance, apart from an individual's performance.

- e. **Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:** NA

- f. Affirmation:** The Company affirms that the remuneration of the Director and the employees of the Company are as per the remuneration policy of the Company.

The Statement of particulars of employees under Section 197(12) read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014 is not provided with as during the financial year under review, no employee of the Company including Managing Director was in receipt of remuneration in excess of the limits set out in the said rules.

Place: Metoda, Rajkot
Date: 11th August, 2023

**For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED**

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

ANNEXURE - 2

FORM NO. AOC-2

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

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

1. Details of contracts or arrangements or transactions not at arm's length basis: NOT APPLICABLE

2. Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship:	Nature of contracts/ arrangements / transactions	Duration of the contracts/ arrangement/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
Modern Machine Tools [Proprietorship of Mrs. Raxaben Jagdish Mehta] [Relative of Directors]	Purchases [Repair, Parts and Tools/ Machinery]	Ongoing but Approved by Board of Directors Yearly	13,89,993	28.05.2022	---
	Sale [Repair, Parts and Tools/ Machinery]		1,57,726	28.05.2022	---
Macpower Industries [Proprietorship of Mr. Rupesh. J. Mehta] [Directors]	Purchases [Repair, Parts and Tools/ Machinery]	Ongoing but Approved by Board of Directors Yearly	9,95,330	28.05.2022	---
	Sale [Repair, Parts and Tools/ Machinery]		36,747	28.05.2022	---

Place: Metoda, Rajkot
Date: 11th August, 2023

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

ANNEXURE - 3

CORPORATE SOCIAL RESPONSIBILITY REPORT

1. Brief outline on CSR Policy of the Company:

The company considers itself as Responsible Corporate and as a Responsible Corporate, Company's Philosophy is not just to abide by the Legal Laws but actively contribute to the social, environmental and economic development of the society in which company operates.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Rajubhai Bhandari	Chairman of the Committee & ID	1	1
2.	Mr. Rupesh Mehta	Member of the Committee & MD	1	1
3.	Mr. Nikesh Mehta	Member of the Committee & CEO and WTD	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:

The Company has framed a CSR Policy in compliance with the provisions of Section 135 of the Companies Act, 2013 and the same is placed on the website of the Company and the web links for the same are as under:

- CSR Committee: <https://www.macpowercnc.com/investor/Board-committee-details/>
- CSR Policy: https://www.macpowercnc.com/albums/investor_doc/CorporateSocialResponsibilitypolicy.pdf
- CSR projects approved by the Board: https://www.macpowercnc.com/albums/investor_doc/CSRprojectsapprovedbytheBoardforFY2022-23.pdf

- Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): **Not Applicable**
- Average net profit of the company as per section 135(5): **9,73,56,882/-**
 - Two percent of average net profit of the company as per section 135(5): **19,47,138/-**
 - Surplus arising out of the CSR projects or programmers or activities of the previous financial years: **Not Applicable**
 - Amount required to be set off for the financial year, if any: **Not Applicable**
 - Total CSR obligation for the financial year (7a+7b- 7c): **19,47,138/-**

6. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount	Date of transfer.
19,52,000/-	NIL				

(b) Details of CSR amount spent against ongoing projects for the financial year: **Nil**

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation on Direct (Yes/No).	Mode of implementation Through agency.	implementing
				State.	District			Name.	CSR Registration number.
1.	Promoting health care	I	YES	Gujarat	Rajkot	2,52,000	No	Shree Giriraj Foundation	CSR00012034
2.	Gaushala maintenance & cattle Welfare	iv	YES	Gujarat	Rajkot	17,00,000	No	Yashonandan Girgay Gaushala Trust	CSR00023992
	TOTAL					19,52,000			

(d) Amount spent in Administrative Overheads: **NIL**

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

(f) Total amount spent for the Financial Year (8b+8c+8d+8e): **19,52,000/-**

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	19,47,138
(ii)	Total amount spent for the Financial Year	19,52,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	4,862
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	4,862

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

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

In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (Asset-wise details): **Not Applicable**

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

Sd/-
Rupesh Mehta
Chairman and Managing Director
DIN: 01474523

Sd/-
Rajubhai Bhanderi
Chairman – CSR Committee
DIN: 07986563

Date: 11th August, 2023
Place: Metoda, Rajkot

ANNEXURE - 4

CONSERVATION OF ENERGY, RESERARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION AND FOREIGN EARNING & OUTGO

A. CONSERVATION OF ENERGY:

- The steps taken or impact on conservation of energy: **200KW Solar Plant was installed during the FY 2020-21.**
 - Installation of solar plant is company's one step towards self-reliance for captive power consumption
 - Solar Plant installation will help to reduce carbon footprint which leads to prevent greenhouse effects.
- The steps taken by the company for utilizing alternate sources of energy: **Solar Plant installation**
- The capital investment on energy conservation equipment's: **Nil**

TOTAL ENERGY CONSUMPTION

A. Power & Fuel Consumption		
Particulars	2022-23	2021-22
a) Electricity		
Purchased (KWH)(Units)	10,32,273	8,95,140
Total Amount	91,41,153	66,98,344
Average Rate Rs.	8.86	7.48
b) Coal	N.A.	N.A.
Quantity (MT)		
Total Amount (Rs. In Lacs)		
Average Rate Rs.		
c) Furnace Oil	N.A.	N.A.
Quantity (MT)		
Total Amount (Rs. In Lacs)		
Average Rate Rs.		
d) Solar Energy		
Generated (Units) during the year	2,40,000	2,54,000
B. Consumption for Unit of Production		
Particulars	2022-23	2021-22
Production (Nos)	1047	1046
Consumption per unit [Electricity (KWH)& Solar (Units)]	1215.16	1098.60

B. TECHNOLOGY ABSORPTION –

- (i) the efforts made towards technology absorption: **Nil**
- (ii) the benefits derived like product improvement, cost reduction, product development or import substitution: **Nil**
- (iii) in case of imported technology (imported during the last three years reckoned from the beginning of the year under reference) –
 - a) Details of the technology imported;
 - b) The year of import;
 - c) Whether the technology has been fully absorbed and if not, areas where absorption has not taken place, and the reasons thereof: No technology Imported in last three years
- (iv) the expenditure incurred on Research and Development : **NIL**

C. FOREIGN EXCHANGE EARNING AND OUTGO:

- (i) Total foreign Exchange Earnings during the year: **NIL**
- (ii) Total foreign Exchange outgo (FOB): **INR 17,39,90,143/-**

Place: Metoda, Rajkot

Date: 11th August, 2023

**For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED**

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

ANNEXURE - 5

FORM NO. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2023
*[Pursuant to section 204(1) of the Companies Act, 2013 and rule
 No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To,
 The Members,
MACPOWER CNC MACHINES LIMITED
 (CIN: L30009GJ2003PLC043419)
 Plot No. 2234, Nr. Kranti Gate, GIDC Metoda,
 Tal. Lodhika, Dist. Rajkot- 360021

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by MACPOWER CNC MACHINES LIMITED (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023, has 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by MACPOWER CNC MACHINES LIMITED ("the Company") for the financial year ended on 31st March, 2023, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder and further amendments thereto and as per applicability to the company;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA'), Securities Contracts (Regulation) Amendment Act, 2007 and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, transfer and transmission of shares;
- (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 amendments thereto;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and amendments thereto;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not Applicable** during the Audit period.

- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **Not Applicable** during the Audit period.
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **Not Applicable** during the Audit period.
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client. **Not applicable** during the Audit period.
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **Not Applicable** during the Audit period and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable** during the Audit period.
- (vi) The Company has identified the following laws as specifically applicable to the Company:
 1. Explosive Act, 1884

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- (ii) The Listing Agreement as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto entered into by the Company with National Stock Exchange of India Limited and Compliances to be made as per SEBI (Listing of Obligations and Disclosure Requirement) Regulations, 2015 were complied within the time prescribed under the SEBI (Listing of Obligations and Disclosure Requirement) Regulations, 2015. **except for the following one time non compliance /delayed compliance under Regulation 23(9) of SEBI (LODR) Regulations, 2015 related to Disclosures of Related Party Transactions for the half year ended on 31st March, 2022:**

Company has Submitted Disclosures of Related Party Transactions under Regulation 23(9) of SEBI (LODR) Regulations, 2015 on 17th June, 2022 and date of publication of financial result was 28th May, 2022 and accordingly submitted late by four (4) days and In respect thereto, NSE has levied fine of Rs. 20,000 + GST Total amount Rs. 23,600 as per SEBI Circular No. SEBI /HO / CFD /CMD /CIR / P / 2020/12 Dated January 22, 2020 (Referred to as SOP Circular) and Company has paid fine amount of Rs. 21,600/- after deducting TDS of Rs. 2000/- within the given time period.

During the period under review, apart from above mentioned noncompliance /delayed compliance, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. Further, re-appointment of Managing Director, Whole Time Director and of Independent directors for second term of five (5) years were made in due compliance with the provisions of the Companies Act, 2013.

Adequate notice was 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 at Board Meetings and through circular resolutions and at Committee Meetings have been carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be. There were no dissenting views on any matter.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Management representation letter, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

For: K. P. Rachchh & Co.
Company Secretaries

Place : Rajkot
Date : 11/08/2023
UDIN : F005156E000787146

Kalpesh P. Rachchh
Proprietor
FCS No. : 5156
C P No. : 3974
Peer Review Certificate No. : 737/2020

This Report is to be read with our letter of even date which is annexed as Annexure A and Forms an integral part of this report.

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN: L30009GJ2003PLC043419)
Plot No. 2234, Nr. Kranti Gate, GIDC Metoda,
Tal. Lodhika, Dist. Rajkot- 360021

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records.

We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For: K. P. Rachchh & Co.
Company Secretaries

Place: Rajkot
Date: 11/08/2023
UDIN: F005156E000787146

Kalpesh P. Rachchh
Proprietor
FCS No.: 5156
CP No.: 3974
Peer Review Certificate No.: 737/2020

Pursuant to Regulation 34(2)(e) of SEBI LODR Regulations 2015, a Management Discussion and Analysis report is given below:-

1. BUSINESS OVERVIEW

Your Company is engaged in manufacturing of CNC Turning Centers, Vertical Machining Centers, Horizontal Machining Centers, Cylindrical Grinder, Vertical Turret Lathe, Turn Mill Centers, Drill Tap Center, Twin Spindle VMC and also Multi-Tasking with sub-spindle and Robotic Automation. Adding to the solution capabilities, Macpower has also offered Robotic Automation integrated with CNC machines to cope up the demand of technology driven machining excellence. CNC Machining is a process used in the manufacturing sector that involves the use of computers to control machine tools. Tools that can be controlled in this manner include lathes, mills, routers and grinders. CNC stands for Computer Numerical Control. On the surface, it may look like a normal PC that control the machines, but the computer's unique software and control console are what really set the system apart for use in CNC machining. Under CNC Machining, machine tools function through numerical control, a computer program is customized for an object and the machines are programmed with CNC machining language (called G-code) that essentially controls all features like feed rate, coordination, Position and RPM. With CNC machining, the computer can control exact positioning and speed.

Company's in house research and development approach allows us to offer customized solutions to our customers. Macpower CNC Machines Limited is an ISO 9001:2015 certified Company for Manufacture and Supply of CNC Metal Cutting Machines Our Company is well equipped with the latest infrastructure and equipment, well qualified skilled intellectual capital to support the manufacturing of high end technology driven machines.

We are also expanding our capacity to nearly 1500 machines per annum. This will help us to continue delivering growth at 20% CAGR for the next 3 to 5 year.

Further, as we have also been indicating, we have continuously been growing our order book in spite of strong revenue execution. This has led to our unexecuted order book as of 31st March, 2023, to grow to Rs.152.77 crores, which at the beginning of the year was Rs.146.86 crores.

For more information please go through our website <https://www.macpowercnc.com/company-profile/>

2. ECONOMY OUTLOOK

a. WORLD ECONOMY

Global economic activity is experiencing a broad-based and sharper-than-expected slowdown, with inflation higher than seen in several decades. The cost-of-living crisis, tightening financial conditions in most regions, Russia's invasion of Ukraine, and the lingering COVID-19 pandemic all weigh heavily on the outlook. Global growth is forecast to slow from 6.0 percent in 2021 to 3.2 percent in 2022 and 2.7 percent in 2023. This is the weakest growth profile since 2001 except for the global financial crisis and the acute phase of the COVID-19 pandemic. Global inflation is forecast to rise from 4.7 percent in 2021 to 8.8 percent in 2022 but to decline to 6.5 percent in 2023 and to 4.1 percent by 2024. 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.

WORLD ECONOMY OUTLOOK:

The baseline forecast is for growth to fall from 3.4 percent in 2022 to 2.8 percent in 2023, before settling at 3.0 percent in 2024. Advanced economies are expected to see an especially pronounced growth slowdown, from 2.7 percent in 2022 to 1.3 percent in 2023. In a plausible alternative scenario with further financial sector stress, global growth declines to about 2.5 percent in 2023 with advanced economy growth falling below 1 percent. Global headline inflation in the baseline is set to fall from 8.7 percent in 2022 to 7.0 percent in 2023 on the back of lower commodity prices but underlying (core) inflation is likely to decline more slowly. Inflation's return to target is unlikely before 2025 in most cases.

Rising interest rates and the developments in Eastern Europe will continue to cast a grim shadow on global economic stability. On the positive side however, the reopening of China's economy, higher global demand and slowing inflation projected across certain countries in the year ahead have seemingly paved the way for a healthy recovery.

According to the World Bank, investment growth in emerging markets and developing economies is likely to remain below its average rate of the past two decades. Unforeseen adverse shocks could further pull down the global GDP. Smaller nations are particularly vulnerable to such shocks because of their reliance on external trade and financing, limited economic diversification, elevated debt, and susceptibility to natural disasters. In order to mitigate the risks of global recession and debt distress in emerging markets & developing economies and to support a major increase in investment, well-concerted global and national level efforts are necessary.

b. INDIAN ECONOMY

India economy has emerged as the fastest-growing major economy in the world and is expected to be one of the top three economic powers in the world over the next few years, backed by its robust democracy and strong partnerships.

India, the third-largest economy in the world in Purchasing Power Parity (PPP) terms and the fifth-largest in market exchange rates, has reinforced the country's belief in its economic resilience as it has withstood the internal and external challenges alike such as of mitigating external imbalances caused by the Russian-Ukraine conflict without losing growth momentum in the process. The Indian economy appears to have moved on addressing the challenges posed by the pandemic, staging a full recovery, ahead of many nations and positioning itself to ascend to the pre-pandemic growth path in Financial Year (FY) 2023-24.

India recovered from the pandemic in FY22 and positioned itself to ascend to the pre-pandemic growth path. According to the Economic Survey, the nominal GDP of India was estimated at US\$ 3.5 trillion in March 2023.

During FY23, India faced challenges in reining inflation which was accentuated by the global geopolitical developments. The average retail inflation for FY23 was 6.7 per cent while in March 2023, the retail inflation came down to 5.7 per cent.

India's Current Account Deficit (CAD) widened owing to high global commodity prices, the depreciation of the Indian Rupee and the increased quantum of imports to meet the requirements of a growing economy. India's industrial output, as measured by the Index of Industrial Production (IIP), stood at 5.6 per cent on an annual basis in February 2023, according to recent National Statistical Office (NSO) data. That marked an improvement of 40 basis points sequentially, from growth of 5.2 per cent in factory output in January. The rise in industrial production was mainly driven by the manufacturing sector.

Given these developments, India with a GDP growth estimated at around 7.2% in FY23 retained its position as the fastest-growing major economy.

India is set to be the second-fastest growing economy in the G20 in FY 2022-23, despite decelerating global demand and the tightening of monetary policy to manage inflationary pressures. GDP growth will slow to 5.7% in FY 2023-24, as exports and domestic demand growth moderate.

Recent economic developments in India are as follows:

Over the years, the Indian government has introduced many initiatives to strengthen the nation's economy. The Indian government has been effective in developing policies and programmes that are not only beneficial for citizens to improve their financial stability but also for the overall growth of the economy. Over recent decades, India's rapid economic growth has led to a substantial increase in its demand for exports. Besides this, a number of the government's flagship programmes, including Make in India, Start-up India, Digital India, the Smart City Mission, and the Atal Mission for Rejuvenation and Urban Transformation, are aimed at creating immense opportunities in India.

The Centre has also incentivised the State Governments through interest-free loans and enhanced borrowing ceilings to prioritise their spending on Capex. With an emphasis on infrastructure-intensive sectors like roads and highways, railways, and housing and urban affairs, the increase in Capex has large-scale positive implications for medium-term growth.

INDIAN ECONOMY OUTLOOK:

India is expected to sustain a 6.5 per cent-plus GDP growth in FY24. The economic progress in FY24 will be supported by robust domestic demand and a healthy pick-up in capital formation.

The Economic Survey 2022-23 highlighted that India's economic recovery from the pandemic is complete and the economy is expected to grow in the range of 6% to 6.8% in the coming financial year 2023-24.

Global growth is projected to decline in 2023, but India's growth is expected to be swift in FY24 with a vigorous credit disbursal and capital investment cycle.

The significant impetus to infrastructure creation in the Union Budget 2023 is expected to have a significant positive impact cascading on multiple sectors that support infrastructure creation. The visible challenges on the horizon are a global slowdown that could impede exports and persistently high inflation leading to continuing interest rate hikes by the RBI.

The expansion of public digital platforms and measures such as PM GatiShakti, the National Logistics Policy, and the Production-Linked Incentive schemes will support economic growth and boost manufacturing output.

3. INDUSTRY STRUCTURE AND DEVELOPMENT

Machine Tools Industry

Machine tool sector is a part of the capital goods industry. It is a sub-sector of the engineering industry included under the category heavy engineering units. Machine tool segment produces mother machines therefore plays a vital role in the technological up gradation, quality control and cost in the engineering & manufacturing sector.

Machine tools industry is a critical part of the manufacturing sector. The machine tools industry in India has been serving the need for manufacturing through the production of machine tools, accessories/attachments, subsystems and parts.

The Indian machine tools market size reached US\$ 1.4 Billion in 2022 and is expected to reach US\$ 2.5 billion by 2028, exhibiting a growth rate (CAGR) of 9.4% during 2023-28.

The Indian Machine Tool Industry which is presently about Rs. 7000-8000 crore is expected to see significant growth in the coming year. "The industry is expected to reach Rs. 9,500-10,000 crore in 2023-24.

The Indian machine tool industry is growing at a steady pace and, with the continuous support of the government, aims to grow even further and steadily positioned itself in the global market..

India stands 17th in production and 12th in the consumption of machine tools in the world. The country is set to become a key player in the global machine tools industry and is likely to see substantial high-end machine tool manufacturing. Studies have rated India higher in terms of manufacturing capability and availability of quality engineers. This design strength gives the Indian machine tools industry a competitive advantage, in terms of special purpose machine tools.

Developments/ Road ahead:

Technology and Product Development

Having access to the latest technology is a key imperative for success in the Indian manufacturing sector. As companies look to source manufactured products from India, they expect the same level of technology and product development capability in India that is prevalent in other global markets. Indian machine tool manufacturers have responded to this challenge by focusing on improvement in capabilities and performance in technology, design and product development.

Productivity Improvement and Cost Reduction

The Indian manufacturing sector is highly competitive and continuous improvement in productivity and costs is imperative for players to sustain in the global market. Indian machine tool manufacturers have been focusing on critical areas such as, reduction of idle time, increased asset utilization; productivity through quality improvement; optimizing processes; leveraging IT to increase productivity and better management of productivity through appropriate performance metrics.

Design and Innovation Capability

With user industries becoming more demanding, the machine tools sector faces the need to develop increasingly complex machine tools, to meet their customized requirements. At the same time, product development cycle times need to be crunched. This indicates that it is imperative for players to invest in R&D and develop robust design and innovation capabilities.

Rising Adoption of Internet of Things (IoT) Technologies to Fuel Growth

One of the most prominent machine tools market trends is expected to be the increasing uptake of IoT in the manufacturing sector. This will be a result of escalating demand for information and access to information. Furthermore, producers are looking to bring down their production costs, streamline processes, and raise the safety quotient in their units. As a result, there is growing investment in IoT by manufacturers for improved management and control, which is propelling the machine tool market, especially CNC Machine tools

Adoption of CNC Machine Tools in Medical Sector:

CNC machines are capable of producing sophisticated surgical instruments, tiny screws and everything in between. In addition medical machined parts for the most complex devices require tight tolerances, which is capable through CNC machine tools. Adding to this, multi-tool and multi-axis machines, such as CNC Swiss turning centers, improve the manufacturing of medical parts with shorter cycle times and owing to the features allowing versatility during production. Moreover several medical equipment manufacturers such as Pulse systems are focusing on adopting CNC machine tools for advancements in manufacturing.

The Future of Machine Tool Industry:

Machine tool industry has emerged in the new avatar courtesy of Digitalization and Industry 4.0. One of the oldest and traditional industries, the machine tool industry has walked many miles to achieve the current status.

In the coming years, digitalization will completely transform the Machine tool industry and the merger of these dynamic elements will result in process efficiency and productivity. Although the industry is flooded with numerous solutions, it is essential to identify the space, which requires transformation and adopt solutions accordingly. The industry is witnessing innovative technological solutions in every aspect of the processes.

The sensor integration, utilization of artificial intelligence (AI), and the integration of sophisticated simulation features, enable the advancements in machine performance and overall equipment effectiveness (OEE). Additionally, the advanced sensors and modern ways of communication, controlling, and monitoring systems allows creating new opportunities for smart services and new business models in the machine tool market. The digitally enhanced services are about to become part of each OEM's portfolio in the future.

Along with various innovative technologies, the market is laden with new trends, which will help to boost the machine tool industry. In the current digital age, mass customization, reduced time-to-consumer, error proofing using latest technologies are a few trends that require enhanced machine flexibility. It is essential to comprehend the new machines and utilize them to achieve maximum efficiency. Additionally, core aspects such as price, usability, longevity, process speed, quality, and greater machine flexibility are few characteristics of new machines.

Currently, data security, open communication interfaces, new information & communication technology (ICT) are essential elements to integrate digital applications and prominent automation solutions. This process will help to transform the machine tools into user friendly tools in the future.

Advancements in hardware and software are changing the Machine Tool Industry. Industry trends in the coming years are likely to focus on these advancements, especially as they pertain to automation.

The machine tool industry is expected to see advancements in:

- a. CNC software advancements
- b. Automated and IoT-ready machines
- c. Artificial intelligence (AI)
- d. Inclusion of smart features and networks

4. SWOT ANALYSIS:**STRENGTH**

- Robust Team of Research & Development.
- Ever-growing production capacity.
- Wide range of products.
- Satisfied and prestigious Client base.
- Experienced and Visionary Management.
- Trained Workforce.
- Debt Free culture.
- Strong Operational and Financial Strength.
- Delivering value to end users
- Strong tender/ Government Business
- Dispatching Machines to defence sector, educational sector etc.

WEAKNESS

- Long manufacturing cycle.
- Inventory Maintenance of critical components.

OPPORTUNITIES

- High opportunities in defence sector:
Invoking Atmanirbhar Bharat (Self-Reliant India) initiative, the Ministry of Defence (MOD) has announced ban on the import of 101 items of defence equipment. As an equipment type comes under the import embargo, the military will be required to buy it from Indian defence manufacturers. This decision will offer great opportunity to the Indian defence industry to manufacture items on the negative list by using its own design and development capabilities or adopting the technologies designed and developed by the Defence R&D Organization to meet the requirements of the Armed Forces.
- Introducing PPP model in Indian Railways and privatization of trains helps to boost some changes in the Railway sector as a whole, with a positive impact on machine tool industry.
- Growing demand of capital goods in the market.
- Presence of fewer major players in the machine tools industry.
- Automation and artificial intelligence opening doors for machine tools manufactures to manufacture high end machines with specifications.
- Make in India' and 'Aatmanirbhar Bharat' abhyan are triggering concepts for Indian Manufacturer and which will enhance in-house manufacturing and reduces burden of imports.
- There is opportunity and potentiality for Exporting of Machines and Machining components

THREAT

- Entry of global players in the machine tools industry.
- Mobilization of funds in various segments of industry is very essential for demand pull in capital goods sector. This is to be maintained on macro-economic level otherwise poses a threat to capacity utilization of any machine tool company since, majority of machines roll out based on end user's loan facilities.
- External factors such as political, environmental, technical etc
- Competition from international players manufacturing/supplying in India.

Disclaimer: This information has been collected through secondary research and Company is not responsible for any errors in the same. All figures are approx.

Approach of Macpower

- Your company is also taking all the stated points into consideration to take necessary steps to enter into newer industry segments, newer geographical markets, making changes in current product portfolio and incorporating feasible IoT to maintain the growth trajectory for it.
- Your company is vigilant enough with above factors and use to have internal restructuring mechanism to counter the above mentioned conditions to maximum extent.

5. PRODUCT WISE PERFORMANCE IN FY-2023

Sales in value – Product wise in 2022-2023

PARTICULARS	(INR in Lakh)
CNC	12,759
VMC	6,932
VTL	67
HMC	87

Note: Revenue from operations in the balance sheet is total of Sales + Selling of Parts + Selling of Scrap. Your company operates in single segment and that's why segment wise performance reporting is not applicable to your company.

6. RISKS & CONCERNS

The Company has adopted a comprehensive and integrated risk appraisal, mitigation and management process. The risk mitigation measures of the Company are placed before the Board of Directors' periodically for review and improvement.

7. INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY

Your Company has an effective internal control and risk-mitigation system, which are constantly assessed and strengthened with new/revised standard operating procedure. The Company's internal control system is commensurate with its size, scale and complexities of its operations. The main trust of internal audit is to test and review controls, appraisal of risks and business processes, besides benchmarking controls with best practices in the industry.

The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same, if needed. The Company has a robust Management Information System, which is an integral part of the control mechanism.

The Audit Committee of the Board of Directors, Statutory Auditors and Heads are periodically apprised of the internal audit findings and corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. To maintain its objectivity and independence, the Internal Audit functions reports to the Chairman of the Audit Committee.

8. OPERATIONAL PERFORMANCE

The following table gives an overview of the financial results of the Company:

[INR in Lakh]

Particulars	2022-23	2021-22	Change in %
Total Operating Revenue	20189	19012	6.2%
EBITDA [Earnings before Interest, Tax, Depreciation and Amortization]	2067	2051	0.8%
PBT [Profit Before Tax]	1733	1839	-5.8%
PAT [Profit After Tax]	1289	1284	0.4%
EPS [Earning Per Share]	12.88	12.84	0.4%

9. HUMAN RESOURCES

Your Company enjoys the support of committed and well satisfied human capital. Compensation packages offered by the company, recruitment process, training, motivation and performance appraisal, attract and retain the best talent. The Company had 554 permanent employees as on March 31, 2023. Industrial relations remained cordial throughout the year. Further, during the year there has been no complaints from employees and there are no strike/lockout/any such bitter event which effects the relationship between the Company and employees.

10. DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS ALONG WITH EXPLANATIONS.

Ratios	Units	FY 22-23	FY 21-22	Change in %	Reason
Debtors Turnover	Times	21.56	38.93	-45%	During the year proportion of sales to Government & Semi-government organisation in comparison to Non-government buyer is more. Credit period of the sales to Government & Semi-government organisation remains on higher side, ratio in question is increased substantially in comparison with previous year.
Inventory Turnover	Times	1.92	1.95	-2%	-
Interest Coverage Ratio (ICR)	Times	75.26	118.13	-36.29%	Lower ICR as compare to last year due to increase in Finance cost from 15 lakhs to 23 Lakhs, An interest coverage ratio of at least three (3) is generally considered the minimum acceptable amount for a company that has solid, consistent revenues.
Current Ratio	Times	2.25	1.85	22%	-
Debt-to-Equity Ratio	Is to	0.00	0.00	0%	-
Operating Profit Margin	%	8.46%	9.22%	-8.24%	-
Net Profit Margin	%	6.39%	6.74%	-5%	-
Return on Equity	%	13.44%	15.18%	-11%	-
Return on Net Assets	%	31.01%	32.61%	-5%	-

11. DETAILS OF CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF

As stated aforesaid there is change in return on net worth as compared to the immediately previous financial year Net worth is increased due to increase in Profitability of the Company

Net worth of the as in the year 2021-22 was Rs. 84.70 Cr. and in the year 2022-23 it is Rs. 96.61 Cr.

12. DISCLOSURE OF ACCOUNTING TREATMENT:

The Company has followed all relevant Ind AS while preparing the financial statements.

Cautionary Statement:-

This document contains statements about expected events and financial and operational results of Company which are forward-looking. By their nature, forward-looking statements require the Company to make assumption; predictions and other forward-looking statements may not prove to be accurate. Readers are cautioned not to place under reliance on forward-looking statements as a number of factors could cause assumptions, and actual results and events to differ materially from those expressed here.

Place: Metoda, Rajkot

Date: 11th August, 2023

**For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED**

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

A report on corporate governance is set out in compliance with the corporate governance requirements as stipulated in SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

I. COMPANY'S PHILOSOPHY ON THE CORPORATE GOVERNANCE.

The Company's philosophy on Corporate Governance is embedded in the rich legacy of ethical governance practices. This includes its corporate and other structures, its culture, policies and the manner in which it deals with various stakeholders. Accordingly timely and accurate disclosure of information regarding the financial situation, performance, ownership and governance of the company is an important part of corporate governance.

Integrity, accountability, transparency and compliance with laws which are the columns of good governance are connected in the Company's robust business practices to ensure ethical and responsible leadership both at the Board and the Management Level.

Your company has complied with the requirement of corporate governance as laid down under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

II. BOARD OF DIRECTORS

The Board of Directors of the Company is duly constituted. The Composition of Board of Directors of the Company comprises of Executive and Non-Executive directors as on 31st March, 2023, the board of directors of the company consists of six directors out of which four (4) are Non-Executive and amongst the four (4) Non-Executive Directors Three (3) are independent directors and one (1) is Woman Non-Executive director which is in conformity with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the Company's Act, 2013 ("ACT").

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations and Section 149(6) of the Act along with rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the management. Further, the Independent Directors have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

a. Composition/ Category of Directors/ Attendance at Meetings/ Directorships and Committee Memberships in other companies:

The composition of Board of Directors is as follows:

Sr. No	Name Directors	Category	Number of Board Meetings Attended out of 5 (Five) Meetings held in 2022-23	Whether attended last AGM	Number of Directorships and Committee Membership / Chairmanship (Including Macpower CNC Machines Ltd.)		
					Directorship *	Committee Membership **	Committee Chairmanship **
1.	Mr. Rupesh J. Mehta	Promoter/ MD	5	Yes	1	2	-
2.	Mr. Nikesh J. Mehta	Promoter/ WTD&CEO	5	Yes	1	1	-
3.	Mrs. Riya R. Mehta	Promoter/ NED-Woman	5	Yes	1	-	-
4.	Mr. Rajubhai Bhanderi	ID	5	Yes	1	2	2
5.	Mr. Devenbhai Doshi	ID	5	Yes	1	1	-
6.	Mr. Maulik Mokariya	ID	5	No	3	-	-

* This excludes Directorship held in Private & Foreign Companies and Companies incorporated under Section 8 of the Companies Act, 2013.

** Committees include Audit Committee and Stakeholders' Relationship Committee of Public Company.

None of the Directors is a director in more than 20 Companies and more than 10 public limited Companies, in terms of Section 165 of the Companies Act, 2013. Also, none of the Directors is a member of neither more than 10 Committees, nor acts as Chairman of more than 5 Committees across all Companies in which they are Directors, as required under Regulation 26 of the Listing Regulation. The Independent Directors fulfill the requirements stipulated in Regulation 25 (1) of the Listing Regulations.

b. Disclosures pertaining to directors:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose separately the names of the listed entities, where the persons is a director and the category is of directorship. The details of all directors are as below:

Sr. No	Name of Directors	Name Company in which he/she is Director	Type of Directorship
1.	Mr. Rupesh J. Mehta	Macpower CNC Machines Limited)	MD
2.	Mr. Nikesh J. Mehta	Macpower CNC Machines Limited)	WTD
3.	Mrs. Riya R. Mehta	Macpower CNC Machines Limited)	NED
4.	Mr. Rajubhai Bhanderi	Macpower CNC Machines Limited)	ID
5.	Mr. Devenbhai Doshi	Macpower CNC Machines Limited)	ID
6.	Mr. Maulik Mokariya	Macpower CNC Machines Limited)	ID

Skills/expertise/competencies of Directors

As per the Listing Regulations, The Board of Directors has identified certain parameters in the context of Company's business to measure the skills, expertise and competence of the directors. These parameters include:

- Business Leadership
- Operational Experience
- Strategic Planning
- Risk Management
- Corporate Governance
- Research Development and Innovation
- Human Resource Management
- Financial, Regulatory and Legal

The Board of Macpower CNC Machines Limited has a diversified board. The directors hold adequate qualification and experience and possess specialization in their respective fields. Each of the Directors is skilled, expert and competent in the area of his/her specialization and provides considerable contribution and support in operations of your Company.

Sr. No.	Name of Directors	Skills/ Expertise
1	Mr. Rupesh J. Mehta	<ul style="list-style-type: none"> • Business Leadership • Operational Experience • Strategic Planning • Risk Management • Corporate Governance • Research Development and Innovation • Human Resource Management • Financial, Regulatory and Legal
2	Mr. Nikesh J. Mehta	<ul style="list-style-type: none"> • Operational Experience • Strategic Planning • Risk Management • Corporate Governance • Research Development and Innovation
3	Mrs. Riya R. Mehta	<ul style="list-style-type: none"> • Risk Management • Corporate Governance • Human Resource Management
4	Mr. Rajubhai Bhandari	<ul style="list-style-type: none"> • Corporate Governance • Financial, Regulatory and Legal • Risk Management
5	Mr. Devenbhai Doshi	<ul style="list-style-type: none"> • Corporate Governance • Risk Management • Human Resource Management
6	Mr. Maulik Mokariya	<ul style="list-style-type: none"> • Corporate Governance • Financial, Regulatory and Legal • Risk Management • Human Resource Management

c. No. of Board Meetings held during the Financial Year 2022-23 and dates on which held:

The Board held Seven (5) meetings during the Financial Year 2022-23 on:

Sr. No.	Date of Board Meetings	Place
1	25.05.2022	Registered Office
2	05.08.2022	
3	26.09.2022	
4	10.11.2022	
5	11.02.2023	

During FY 2022-23, two resolutions were passed by circulation on 18th April, 2022 and 9th September, 2022

d. Disclosure of relationships between directors inter-se.

Mr. Rupesh Mehta, Chairman and Managing director of the Company is brother of Mr. Nikesh Mehta, Whole time director of the Company and husband of Mrs. Riyaben Mehta. Other directors as per their category are independent and not related with in any way.

e. Number of share and convertible instruments held by each director as on 31st March, 2023.

Name of director	Number of shares held	Number of convertible instruments held
Mr. Rupesh J. Mehta	3153526	Nil
Mr. Nikesh J. Mehta	1341062	Nil
Mrs. Riyaben Mehta	1814982	Nil
Mr. Rajubhai Bhandari	Nil	Nil
Mr. Devenbhai Doshi	Nil	Nil
Mr. Maulikbhai Mokariya	Nil	Nil

f. Independent Directors:

The Independent Directors, who are from diverse fields of expertise and have long standing experience and expert knowledge in their respective fields are very relevant as well as of considerable value for the Company's business. As a part of familiarization programme as required under Listing Regulations, the Directors have been appraised during the Board Meetings about the amendments to the various enactments viz., Companies Act, 2013 (the Act), Listing Regulations, Code of Conduct for Prevention of Insider Trading and Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information etc.

During the year, a separate meeting of the Independent Directors was held on 11.02.2023, without the presence of Non-Executive Directors / Managing Director/ Management to discuss the matter as required/agreed amongst them.

Further familiarization programmes and the terms & conditions of appointment of the Independent Directors as required under the Companies Act, 2013 & Listing Regulations are updated on the Company's website at www.macpowercnc.com. i.e. https://macpowercnc.com/albums/investor_doc/TermsandConditionsofappointmentofindependentdirectors.pdf

In the opinion of the Board of Directors, the Independent Directors fulfill the conditions specified in SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and are Independent of the Management.

No independent director has resigned during the financial year 2022-23.

g. Formal annual evaluation:

The Board of Directors, Nomination & Remuneration Committee and Independent Director has carried out an annual evaluation of its own performance, its Committees and individual Directors pursuant to the requirements of the Act and the Listing Regulations.

h. Function and Procedure of Board:

Board meets regularly to make and review policies. Board's role, functions and responsibility are well defined. All relevant information as required under the Listing Regulation and Companies Act, 2013 as amended from time to time is regularly placed before the Board. Further the Board periodically reviews the compliance reports submitted by the management in respect of all laws applicable to the Company.

III. AUDIT COMMITTEE:

Your Company has an Audit Committee at the Board level with the powers and role that are in accordance with Listing Regulations and Companies Act, 2013.

a. Terms of Reference:

The Audit Committee acts on the terms of reference given by the Board pursuant to Section 177 of the Act and Regulation 18 of the Listing Regulations. The Committee acts as a link between the Management, the Statutory Auditors, the Internal Auditors, the Cost Auditors, Secretarial Auditors and the Board of Directors. The scope of functioning of the Audit Committee is to review, from time to time, the internal control system & procedures and its adequacy. The Committee reviews accounting policies and financial reporting system & procedures of the Company. It ensures that the financial statements are correct, sufficient and credible and also such other functions as may prescribe from time to time by Regulatory Authorities. The Audit Committee is vested with the necessary powers to achieve its objectives.

b. Composition, name of Members & Chairman, Meetings held during the year and attendance at meetings:

The Audit Committee presently consists of Two Non-executive Independent Directors and one Executive Director. The Audit Committee meets regularly as stipulated in Regulation 18 of the Listing Regulations. The Executive Directors, Internal Auditors and the Statutory Auditors are permanent invitees to the meetings of the Committee. The Secretarial Auditors and Cost Auditor are also invited to attend the Audit Committee Meetings, as and when required.

The details of composition of the Audit Committee, meetings held during the year and attendance of members are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of Five (5) meetings held during the year 2022-23
1.	Mr. Rajubhai Bhanderi	Independent Director	Chairman	5
2.	Mr. Devenbhai Doshi	Independent Director	Member	5
3.	Mr. Rupesh Mehta	Executive Director	Member	5

During the financial year 2022-23, Five (5) meetings of the Audit Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	28.05.2022	Registered Office
2	05.08.2022	
3	26.09.2022	
4	10.11.2022	
5	11.02.2023	

IV. NOMINATION AND REMUNERATION COMMITTEE:

a. Terms of Reference:

The terms of reference and Role of the Nomination and Remuneration Committee are as per the provisions of Section 178 of the Act and Regulation 19 of the Listing Regulations, which includes Devising a policy on Board diversity, Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal, determination of qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees and also formulating performance evaluation criteria. The Committee also ensures equity, fairness and consistency. The recommendations of the Nomination and Remuneration Committee are considered and approved by the Board, subject to the approval of Members, wherever necessary.

The policy is framed by the Nomination and Remuneration Committee and approved by the Board, which includes performance evaluation criteria for Independent Directors is disclosed on the website of the Company at https://macpowercnc.com/albums/investor_doc/NominationandRemunerationpolicy.pdf

The powers, role and terms of reference of the nomination and remuneration committee covers the areas as contemplated under regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and section 178 of the Company's Act, 2013, besides other terms as may be referred by the Board of Directors.

b. Composition, name of Members & Chairman, Meetings held during the year and attendance at meetings:

The Nomination and Remuneration Committee presently consist of two Independent Non-Executive Directors and one Non-Executive Director. The Chairman is an Independent Non-Executive Director.

The details of composition of the Nomination and Remuneration Committee, meetings held during the year and attendance of members are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2022-23
1.	Mr. Rajubhai Bhanderi	Independent, Non-executive	Chairman	1
2.	Mr. Devenbhai Doshi	Independent, Non-executive	Member	1
3.	Mrs. Riyaben Mehta	Non-Executive Director	Member	1

During the financial year 2022-23, One (1) meetings of the Nomination and Remuneration Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	05.08.2022	Registered Office

c. Policy for selection and appointment of Directors and their remuneration:

The Nomination and Remuneration (N&R) Committee has adopted a Policy which, inter alia, deals with the manner of selection of Board of Directors and Key Managerial Personnel and their remuneration are as under:

I. Appointment criteria and qualification:

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director in terms of Diversity Policy of the Board and recommend to the Board his/her appointment.

A person should possess adequate qualification, expertise and experience for the position he / she is considered for the appointment of KMP (other than Managing / Whole time Director) or Senior Management Personnel. Further, for administrative convenience, the appointment of KMP (other than Managing / Whole time Director) or Senior Management, the Managing Director is authorized to identify and appoint a suitable person for such position. However, if the need be, the Managing Director may consult the Committee / Board for further directions / guidance.

II. Remuneration Policy:

The Company has a standard remuneration policy for the Executive and Non-Executive Directors, which is periodically reviewed by the Nomination and Remuneration Committee, are as under.

The remuneration / commission / sitting fees, as the case may be, to the Non-Executive / Independent Director, shall be in accordance with the provisions of the Act and the Rules made thereunder for the time being in force or as may be decided by the Committee / Board / Shareholders.

An Independent Director shall not be entitled to any stock option of the Company unless otherwise permitted in terms of the Companies Act, 2013 and Listing Regulation, as amended from time to time

- The remuneration / compensation / commission, etc., as the case may be, to the Managing / Whole Time Director will be determined by the Committee and recommended to the Board for approval. Subject to the prior / post approval of the shareholders of the Company and Central Government, wherever required and shall be in accordance with the provisions of the Act and Rules made thereunder.
- Further, the Managing Director of the Company is authorized to decide the remuneration of KMP (other than Managing / Whole time Director) and Senior Management, and which shall be decided by the Managing Director based on the standard market practice and prevailing HR policies of the Company
- The Board has approved Nomination and Remuneration Policy which has been uploaded on the website of the Company at https://macpowercnc.com/albums/investor_doc/NominationandRemunerationpolicy.pdf

d. Details of Remuneration to all the Directors:

The Details of remuneration/sitting fees paid/payable to the Directors for the financial year 2022-23 are as under:

Name of director	Salary, Allowance, Perquisites and other benefits	Performance-linked Income/Bonus / Commission Paid or Payable***	Stock Option**	Pension	Sitting Fees Paid
Executive Directors					
Mr. Rupesh J. Mehta*	36,00,000	-	-	-	-
Mr. Nikesh J. Mehta*	24,00,000	-	-	-	-
Non-Executive Directors					
Mrs. Riyaben Mehta	-	-	-	-	-
Mr. Rajubhai Bhandari	-	-	-	-	-
Mr. Devenbhai Doshi	-	-	-	-	-
Mr. Maulikbhai Mokariya	-	-	-	-	-

* Service Contract/Notice Period/Severance Fees are as per Agreement entered with Managing Director and Whole Time Director.

Mr. Rupesh J. Mehta having monthly remuneration (gross salary) of Rs.3,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs.3,00,000/- plus 18% GST with effect from 01st October, 2022 and Mr. Nikesh J. Mehta having monthly remuneration (gross salary) of Rs.2,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs.2,00,000/- plus 18% GST with effect from 01st October, 2022.

**The Company is not having stock option scheme therefore the same is not applicable.

***Commission is payable to Managing Director and Whole Time Director only, as per the terms of Contract entered into between the Company and the Managing Director & Whole Time Director, if any.

e. Pecuniary Relationship with Non-Executive Directors:

None of the Non-executive Directors has any pecuniary relationship or transactions with the Company except as per requirements of Indian Accounting Standard are disclosed in the notes to accounts annexed to the financial statements.

f. Performance evaluation criteria for independent directors:

Each Independent director shall be evaluated by all other directors of the Board BUT not by HIM/HER

Evaluation criteria based on professional conduct

- 1) Whether ID upholds ethical standards of integrity and probity?
- 2) Whether ID acts objectively and constructively while exercising their duties?
- 3) Whether ID exercises his/her responsibilities in a bona fide manner in the interest of the Company?

- 4) Whether ID devotes sufficient time and attention to his/her professional obligations for informed and balanced decision making?
- 5) Whether ID not allow any extraneous considerations that will vitiate his/her exercise of objective independent judgment in the paramount interest of the Company as a whole, while concurring in or dissenting from the collective judgment of the Board in its decision making?
- 6) Whether ID does not abuse his/her positions to the detriment of the Company or its shareholders or for the purpose of gaining direct or indirect personal advantage or advantage for any associated person?
- 7) Whether ID refrains from any action that would lead to loss of his/her independence?
- 8) Where circumstances arise which make an independent director lose his/her independence, whether the independent director has immediately informed the Board accordingly?
- 9) Whether ID assists the Company in implementing the best corporate governance practices?

Evaluation criteria based on Role and functions:

- 10) Whether ID helps in bringing an independent judgment to bear on the Board's deliberations especially on issues of strategy, performance, risk management, resources, key appointments and standards of conduct?
- 11) Whether ID brings an objective view in the evaluation of the performance of Board and management?
- 12) Whether ID scrutinises the performance of management in meeting agreed goals and objectives and monitor the reporting of performance?
- 13) Whether ID satisfies himself/herself on the integrity of financial information and that financial controls and the systems of risk management are robust and defensible?
- 14) Whether ID has taken actions to safeguard the interests of all stakeholders, particularly the minority shareholders?
- 15) Whether IDs balances the conflicting interest of the stakeholders?
- 16) Whether ID during the Board/ Committee meetings along with other members determines appropriate levels of remuneration of executive directors, key managerial personnel and senior management have a prime role in appointing and where necessary recommend removal of executive directors, key managerial personnel and senior management?
- 17) Whether ID moderates and arbitrates in the interest of the Company as a whole, in situations of conflict between management and shareholder's interest?

Evaluation criteria based on Duties

- 18) Whether ID undertakes appropriate induction and regularly update and refresh his/her skills, knowledge and familiarity with the Company?
- 19) Whether ID seeks appropriate clarification or amplification of information and, where necessary, take and follow appropriate professional advice and opinion of outside experts?
- 20) Whether IDs strive to attend all meetings of the Board of Directors and of the Committees of which he/she is a member?
- 21) Whether ID participates constructively and actively in the Committees of the Board in which he/she is chairperson or member?
- 22) Whether ID strives to attend the general meetings of the Company?
- 23) Where ID has concerns about the running of the Company or a proposed action, whether he/she ensures that these are addressed by the Board and, to the extent that they are not resolved, insist that their concerns are recorded in the minutes of the Board meeting?
- 24) Whether ID does not unfairly obstruct the functioning of an otherwise proper Board or Committee of the Board?

- 25) Whether ID gives sufficient attention and ensure that adequate deliberations are held before approving related party transactions and assure himself/herself that the same are in the interest of the Company?
- 26) Whether ID ascertains and ensures that the Company has an adequate and functional vigil mechanism and also ensures that the interests of a person who uses such mechanism are not prejudicially affected on account of such use?
- 27) Whether ID reports concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct?
- 28) Whether ID acts within his/her authority, assist in protecting the legitimate interests of the Company, shareholders and its employees?
- 29) Whether ID does not disclose confidential information, including commercial secrets, technologies, advertising and sales promotion plans, unpublished price sensitive information, unless such disclosure is expressly approved by the Board or required by law?

V. STAKEHOLDER RELATIONSHIP COMMITTEE:

The Stakeholders Relationship Committee, amongst the areas, mentioned in Regulation 20 of the Listing Regulations and Section 178 of the Act is ensuring expeditious redressal of shareholders' and investors' complaints like non-receipt of annual report, non-receipt of share certificates upon transfer of shares, dematerialization/re-materialization, transfer/transmission, split/consolidation of shares etc.

The details of Composition of the Committee are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2022-23
1.	Mr. Rajubhai Bhanderi	Independent, Non-executive	Chairman	1
2.	Mr. Nikesh Mehta	Executive Director	Member	1
3.	Mr. Rupesh Mehta	Executive Director	Member	1

During the financial year 2022-23, One (1) meetings of the Stakeholders Relationship Committee were held as per details given below:

Sr. No.	Date of Meetings	Place
1	11.02.2023	Registered Office

Mr. Kishor Kikani, Company Secretary, is the Compliance Officer.

The details of investors' complaints received and resolved during the Financial Year 2022-23 are as under:

No. of investors' complaints received during the Year	No. of investors' complaints Resolved during the year	Investors' complaints pending at the end of the year
--	--	--

VI. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee was constituted in accordance with the provisions of the Companies Act, 2013 and rules made there under. Amongst the areas, mentioned under the Companies Act, 2013, is to formulate policy and monitoring activities of Corporate Social Responsibility spending.

The terms of reference and role of the Corporate Social Responsibility Committee are as mentioned in policy formulated in line with schedule VII to the Companies Act, 2013 and Rules made thereunder, same is disclosed on the website of the Company at https://www.macpowercnc.com/albums/investor_doc/CorporateSocialResponsibilitypolicy.pdf

The details of composition of the Corporate Social Responsibility Committee meeting held during the year and attendance of members are as under:

Sr. No.	Name of Director	Category	Member/ Chairman	No. of Meetings attended out of One (1) meetings held during the year 2022-23
1.	Mr. Rajubhai Bhandari	Independent , Director	Chairman	1
2.	Mr. Rupesh Mehta	Executive Director	Member	1
3.	Mr. Nikesh Mehta	Executive Director	Member	1

During the financial year 2022-23, One (1) meeting of the Corporate Social Responsibility Committee was held as per details given below:

Sr. No.	Date of Meetings	Place
1.	05.08.2022	Registered Office

VII. RISK MANAGEMENT COMMITTEE

The Company was not required to frame Risk Management Committee pursuant to Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly not constituted, however the board of directors is responsible for framing, implementing and monitoring the risk management plan for the listed entity and Audit Committee of the Company also evaluating Risk Management Systems.

VIII. SENIOR MANAGEMENT:

There is no changes therein since the close of the previous financial year.

Sr. No.	Name	Designation
1.	Mr. Rupesh J. Mehta	Managing Director
2.	Mr. Nikesh J. Mehta	Whole-Time Director (WTD) and Chief Executive Officer (CEO)
3.	Mr. Rajnikant Raja	CFO
4.	Mr Kishor Kikani	CS

IX. SUBSIDIARY COMPANIES:

There is no changes therein since the close of the previous financial year. The requirement of formulating a specific policy on dealing with material subsidiaries doesn't arise as the Company has no Subsidiary as on date.

X. GENERAL BODY MEETINGS:**a. Details of last three AGM/general meetings are as under:**

YEAR	AGM/ EGM	LOCATION	DATE	TIME	Special Resolutions passed for
2019-20	AGM	At Registered office of the company	29 th September, 2020	3:00 p.m.	Nil
2020-21	AGM	At Registered office of the company	29 th September, 2021	2:00 p.m.	1. Increase/revision in remuneration of Mr. Rupesh Mehta (DIN: 01474523), managing director of the company. increase/revision in remuneration of Mr. Nikesh Mehta (DIN:01603779), Whole-Time Director (WTD) of the company 2. Increase/revision in remuneration of Mr. Nikesh Mehta (DIN:01603779), Whole-Time Director (WTD) of the company
2021-22	AGM	At Registered office of the company	27 th September, 2022	2:00 p.m.	1. Reappointment of Mr. Rupesh Jagdishbhai Mehta (DIN: 01474523) as a Managing director of the Company and to fix his remuneration. 2. Reappointment of Mr. Nikesh Jagdish Mehta (DIN: 01603779) as a Whole-time director (WTD) of the Company and to fix his remuneration. 3. Reappointment of Mr. Rajubhai Ranchhodbhai Bhandari (DIN: 07986563) as an Independent Director of the Company for a second term of five consecutive years 4. Reappointment of Mr. Deven Jasvantra Doshi (DIN: 07994505) as an Independent Director of the Company for a second term of five consecutive years. 5. Reappointment of Mr. Maulik Rambhai Mokariya (DIN: 05310868) as an Independent Director of the Company for a second term of five consecutive years.

*Registered office address: Plot No. 2234, Nr.Kranti Gate, GIDC Metoda, Tal-Lodhika, Gujarat, Rajkot-360021.

b. Passing of Resolution by Postal Ballot:

None of special resolution was passed by way of postal ballot during the financial year ended March 31, 2023. As on date, the Company does not have any proposal to pass any special resolution by way of postal ballot.

XI. DISCLOSURES:**a. Related Party Transactions:**

Transactions with related parties, as per requirements of Indian Accounting Standard (Ind AS) 24 are disclosed in the notes to accounts annexed to the financial statements. All the transactions with related parties were in the ordinary course of business and on arm's length basis. In terms of Regulation 23 of Listing Regulations the Company has started obtaining prior approval of the Audit Committee for entering into any transaction with related parties. The Audit Committee granted omnibus approval for certain transactions to be entered into with the related parties which are repetitive in nature, during the year. Statement giving details of all related party transactions entered into pursuant to the omnibus approval so granted is placed before the Audit Committee and the Board of Directors for their approval on a quarterly basis.

Policy on dealing with Related Party Transactions can be viewed on the Company's website at

https://macpowercnc.com/albums/investor_doc/Policyonmaterialityofrelatedpartytransactionsanddealingwithrelatedpartytransactions.pdf

b. Details of non-compliance by the Company, penalties and strictures imposed on the Company by the Stock Exchanges or SEBI or any statutory authorities or any matter related to capital markets during the last three years:

No strictures or penalties have been imposed on the Company by the Stock Exchanges or by the Securities and Exchange Board of India (SEBI) or by any statutory authority on any matters related to capital markets in the last three years Except NSE has levied fine of Rs. 23,600/- for delayed Compliance with Regulation 23(9) of SEBI (LODR) Regulations, 2015 due to late submission of disclosures of related party transactions for half year ended on 31st March, 2022 in specified format by 4 days and Company has paid fine of Rs. 21,600 after deducting TDS of Rs. 2000/- within given time period.

"Board at their next board meeting noted the notice received from NSE regarding imposition of fine amount of Rs. 23600 (including GST) and payment of fine by the Company and in this regard, the Board of Directors called upon the management/Compliance team to be vigilant and sensitive of such compliance matters and ensure that there will be no instances of such non/delay-compliance going forward. Delayed submission of related party transactions statement was occurred due to oversight regarding changed happen in filing period from 30 days to 15 days of result published. The Company shall ensure that submission regarding the subjects enumerated in Regulation 23(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is to be submitted timely in the future and no such lapses occur."

c. Whistleblower Policy:

The Company has formulated Whistleblower Policy in conformity with the Regulation 22 of the Listing Regulation and Section 177 of the Companies Act, 2013, to provide a mechanism for directors and employees of the company to approach the Chairman of the Audit Committee of the Company for the purpose of dealing with instance of fraud and mismanagement, if any and also ensure that whistleblowers are protected from retribution, whether within or outside the organization. No personnel have been denied access to the Audit Committee, if any, during the year.

The Company's Whistleblower Policy is on the Company's website at

https://macpowercnc.com/albums/investor_doc/VigilMechanismorWhistleBlowerpolicy.pdf

d. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of Listing Regulation:

Mandatory: During the year, the Company has fully complied with the mandatory requirements as stipulated in Listing Regulations. Further Company has disseminated report on compliance with corporate governance requirements as specified in regulation 17 to 27 and 46(2) on it's website at www.macpowercnc.com and also submitted with NSE.

Non-Mandatory: The Company has adopted Non- Mandatory requirements of C & E of the Non-Mandatory requirements as provided in Part E of Schedule II to the Listing Regulations and not adopted A, B and D since they are discretionary requirements.

e. Commodity Price Risk and Hedging activities:

Company is a sizable user of various commodities, which exposes it to the price risk on account of procurement of commodities. The company has not drawn a hedging policy for activities exposed to foreign exchange fluctuations including for imports of goods.

f. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A): Not applicable.**g. Disclosure by listed entity and its subsidiaries of 'Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount':** Not applicable.**h. Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries – Not Applicable as Company has no subsidiaries:** Not applicable.**i. Disclosure of certain types of agreements binding listed entities:** There is no such type of agreements binding company.**XII. RISK MANAGEMENT:**

The management of the Company has identified some of the major areas of concern having inherent risk, viz. Foreign Currency Fluctuation, Client Concentration, Technology Risks, noncompliance risk and Credit Control. The processes relating to minimizing the above risks have already been put in place at different levels of management. The management of the Company reviews the risk management processes and implementation of risk mitigation plans periodically. The processes are continuously improved.

XIII. GENERAL CODE OF CONDUCT:

The Company has formulated and implemented a General Code of Conduct (Copy available on Company's website at https://macpowercnc.com/albums/investor_doc/PolicyonCodeofConduct.pdf) for all its Directors and Senior Management of the Company in compliance with Listing Regulation. All the Board Members and Senior Management of the Company have affirmed compliance with the Said Code of Conduct for the financial year ended March 31, 2023. A declaration by the Whole-Time Director & CEO affirming compliance with the said Code of Conduct by Board Members and Senior Management is annexed at the end of the Report and forms part of this Report.

XIV. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING:

The Board of Directors has framed a policy for code of practices and procedures for fair disclosure of unpublished price sensitive information as per SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018 and the Rules made thereunder. The said policy can be accessed on the Company's website at https://www.macpowercnc.com/albums/investor_doc/CodeofConductforpreventionofinsiderTradingandfairdisclosureofUPSI.pdf. The necessary preventive actions, including Closure of Trading Window around the time of any price sensitive events or information, are taken. All the Designated Persons have given declaration affirming compliance with the said Code for the year ended 31 March, 2023.

XV. CEO & CFO CERTIFICATION:

In accordance with the requirements of Regulation 17 (8) of Listing Regulation, a certificate from Whole-Time Director & CEO and Chief Financial Officer of the Company, on the financial statements of the Company was placed before the Board in the Meeting held on May 27, 2023 and the same is annexed to this report, also forms part of this Annual Report.

XVI. REPORT ON CORPORATE GOVERNANCE:

This Corporate Governance Report forms part of the Annual Report. Certificate obtained from the Secretarial Auditor M/s. K.P. Rachchh & Co. practicing company secretary confirming compliance with the conditions of Corporate Governance as stipulated in Listing Regulations and the same is annexed to this report, also forms part of this Annual Report.

XVII. MEANS OF COMMUNICATION:

The Company has a practice to publish Quarterly\Annual results in at least 1 English language National Daily newspaper circulating in the whole or substantially the whole of India and in one daily newspaper published in the language of the region, where the registered office of the Company is situated i.e. in Gujarati Language and also to put the same on its website at www.macpowercnc.com. The aforesaid financial results are also disclosed on (www.nseindia.com) website of NSE where the Company's securities are listed, immediately after these are approved by the Board. Moreover, a direct communication is also made to the shareholders by the Managing Director as and when required and same is available at <https://www.macpowercnc.com/investor/investor-presentation>. Further, there is separate General Shareholder Information section in this Annual Report and forms part of it.

Your Company follows a robust process of communicating with its stakeholders, security holders and investors through multiple channels of communications such as dissemination of information on the website of the stock Exchanges, the annual reports and uploading relevant information on its website.

The website of the company also displays the information of the company's products, dealers, availability among others presentations made to the institutional investor and analysts are also disseminated on the website of the Company.

XVIII. DISCLOSURES OF RELATED PARTY TRANSACTIONS (RPTS):

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 have introduced, as a part of the "related party disclosure" in the annual report, disclosures of transactions of the listed entity with any person or entity belonging to the promoter or promoter group which hold(s) 10 % or more shareholding in the listed entity. The details of related party transactions entered during the financial year 2022-23 are as below:

Name of the Related Party	Nature of Transaction	Amount In Rs.
Modern Machine Tools	Purchases [Repair, Parts and Tools]	13,89,993
	Sales [Repair, Parts and Tools]	1,57,726
Macpower Industries	Purchases [Repair, Parts and Tools]	9,95,330
	Sales [Repair, Parts and Tools]	36,747
Mr. Rupesh J. Mehta	Remuneration	*36,00,000
Mr. Rupesh J. Mehta	Remuneration	*24,00,000
Mr. Rajnikant M. Raja	Remuneration	9,83,567
Mr. Kishor M. Kikani	Remuneration	3,87,269

**Mr. Rupesh J. Mehta having monthly remuneration (gross salary) of Rs.3,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs.3,00,000/- plus 18% GST with effect from 01st October, 2022 and Mr. Nikesh J. Mehta having monthly remuneration (gross salary) of Rs.2,00,000/- till 30th September, 2022 and thereafter professional/Management Consultancy Fee of Rs.2,00,000/- plus 18% GST with effect from 01st October, 2022.*

XIX. DISCLOSURE ON AUDIT AND NON-AUDIT SERVICES RENDERED BY THE AUDITOR:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 requires to disclose total fees paid to auditors for audit and non-audit services to improve transparency. The total fee paid to the Statutory Auditor during the FY 2022-23 is as under:

Fee paid for audit services:	Rs. 3,00,000
Fee paid for Non-Audit Service:	Nil
Total fee paid:	Rs. 3,00,000

XX. DISCLOSURE PERTAINING TO CREDIT RATING:

[SEBI (LODR) (Amendment) Regulations, 2018, Para 3(t)(ii) and Para 3(x)(c)(ii)] require listed entity to disclose as a part of the Corporate Governance Report, a list of all credit ratings obtained by the listed entity for all debt instruments or for any fixed deposit program, or any scheme or proposal involving mobilization of funds, needs to be disclosed along with any revisions thereto during the relevant financial year. There is no requirement of obtaining credit rating by your company as there are no such types of debts.

XXI. DISCLOSURES IN RELATION TO THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has framed a policy for prevention of sexual harassment at work. This provides a mechanism to prevent or deter the commission of acts of sexual harassment or inappropriate behavior at work and to ensure that all employees are treated with respect and dignity. Under the said policy, the procedures for the resolution, settlement or prosecution of acts or instances of sexual harassment have also been provided for.

Disclosure under the 'Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, during the financial year ended on March 31, 2023, we report as follows:

1. No. of complaints received in the year: **Nil**
2. No. of complaints disposed off in the year: **Nil**
3. Cases pending as on end of the financial year: **Nil**

XXII. DISCLOSURES PERTAINING TO DISQUALIFICATION OF DIRECTORS:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose a certificate from a Company Secretary in practice that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as the directors of companies by the Board/MCA or any such statutory authority. In this regard, Company have obtained a certificate from **M/s. K. P. Rachchh & Co**, Practicing Company Secretary that none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as the directors of companies by the Board/MCA or any such statutory authority and the same is annexed to this report, also forms part of this Annual Report.

XXIII. VIEWS OF COMMITTEES NOT ACCEPTED BY THE BOARD OF DIRECTORS:

The SEBI (Listing Obligations & Disclosure Requirements) (Amendment) Regulations, 2018 introduced requirement to disclose along with the reasons thereof, where the Board has not accepted any recommendation of any committee of the Board which is mandatorily required. We hereby confirm that the Board has accepted all the recommendations received from committee of the Board which is mandatorily required and there is no recommendation which has not been accepted by the Board to comment on required to disclose.

XXIV. GENRAL SHAREHOLDER INFORMATION:

- a. **Information about Annual General Meeting, Financial Year, Book Closure & Dividend Payment Date, Stock Exchanges & Stock Code:**

Particulars	Details			
Financial Year:	From April 1 to March 31			
AGM (as indicated in the Notice)	Date	Time	Venue	
	22.09.2023	02:00 PM	Registered office of company situated at Plot No.2234, Nr. Kranti Gate, Gidc Metoda, Tal Lodhika Rajkot GJ 360021	
Date of Book Closure (both days inclusive)	From		To	
	16.09.2023		22.09.2023	
Dividend payment date	Credit/Dispatch of Dividend Warrants/Demand Draft within 30 days of AGM.			
Listing on Stock Exchange	Name of Stock Exchange	Symbol	ISIN	Listing Fees paid upto
	National Stock Exchange of India Limited, Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex Bandra (E) Mumbai - 400 051	MACPOWER	INE155Z01011	March 31, 2024
Plant Locations & Address for Correspondence	Plot No. 2234, Nr.Kranti Gate, GIDC Metoda, Tal-Lodhika, Gujarat, Rajkot-360021.			
Investor Contacts	Mr. Kishor Kikani , Company Secretary and Compliance officer Email Id: cs@macpowercnc.com Ph No: 72111 44413			

b. Registrar and share transfer agent:

Link Intime India Private Limited, 5th Floor, 506 to 508, Amarnath Business Centre-1, (ABC-1), Beside Gala Business Centre, Nr. st.Xavier's Collage Corner, Off C G Road, Ellisbridge, Ahmedabad-380006, Ph-079-26465179 E-mail- Ahmedabad@linkintime.co.in

c. Share Transfer system:

There are no members holding shares in physical form. Transfers of equity shares in electronic form are effected through the depositories with no involvement of the Company.

d. Market Price data and Performance in comparison to broad-based indices viz., NSE Nifty:

Month	Quotations on NSE		NSE Nifty 50	
	High	Low	High	Low
April 2022	264.20	226.45	18,114.65	16,824.70
May 2022	238.30	193.25	17,132.85	15,735.75
June 2022	229.00	191.35	16,793.85	15,183.40
July 2022	238.00	194.00	17,172.80	15,511.05
August 2022	240.80	217.30	17,992.20	17,154.80
September 2022	398.00	223.50	18,096.15	16,747.70
October 2022	418.75	356.75	18,022.80	16,855.55
November 2022	419.40	330.15	18,816.05	17,959.20
December 2022	361.05	295.55	18,887.60	17,774.25
January 2023	342.25	300.20	18,251.95	17,405.55
February 2023	331.00	275.05	18,134.75	17,255.20
March 2023	321.85	267.00	17,799.95	16,828.35

e. Distribution of shareholding as on March 31, 2023:

S. N.	No. of equity shares	No of shareholders	% of shareholders	No of shares held	% of shareholding
1	1 to 500	9786	94.61	626897	6.27
2	501 to 1000	296	2.86	221207	2.21
3	1001 to 2000	137	1.32	196781	1.97
4	2001 to 3000	43	0.42	107099	1.07
5	3001 to 4000	16	0.15	57541	0.58
6	4001 to 5000	13	0.13	59400	0.59
7	5001 to 10000	26	0.25	184319	1.84
8	10001 to	27	0.26	8550916	85.47
	TOTAL :	*10344	100.00	10004160	100.00

Note: All the Shares of the Company are in Demat form

f. Shareholding pattern as on March 31, 2023:

Sr. No.	Category	No of Shareholders	No of shares held in demat form	% of shareholding	% of shareholders
1.0	Promoters and promoter group	8	7314121	73.11	0.08
2.0	Public Shareholding				
2.1	Alternate Investment Fund	1	146000	1.46	0.01
2.2	Public	9990	1617949	16.17	96.58
2.3	Foreign Portfolio Investor - I	2	579700	5.79	0.02
2.4	Trust	-	-	-	-
2.5	Other Bodies Corporate	53	222168	2.22	0.51
2.6	Hindu Undivided Family	120	66238	0.66	1.16
2.7	Non-Resident Indians	162	57578	0.58	1.57
2.8	Clearing Members	8	406	0.01	0.08
	Total Public Shareholding	10336	2690039	26.89	99.92
	Grand Total (1+2)	*10344	10004160	100.00	100.00

*Total No. of Registered Folio.

g. Dematerialization of Shares and Liquidity:

The equity shares of the Company are available in dematerialized form with National Securities Depository Limited (NSDL) and Central Depository Services (India) Ltd. (CDSL). The Company's equity shares are traded compulsorily in the dematerialized form. As on date, All the Shares of the Company are in Demat form.

h. Outstanding GDRs/ ADRs/ Warrants or any Convertible Instruments, conversion date and likely impact on equity:

As on date, the Company has not issued GDRs, ADRs or any other Convertible Instruments and as such, there is no impact on the equity share capital of the Company.

I. Commodity Price Risk/Foreign Exchange Risk and Hedging Activities:

Company is exposed to foreign exchange risk on account of import and export transactions entered into. Also it is a sizable user of various commodities, which exposes it to price risk on account of procurement of commodities. The Company did not hedge Foreign Currency for import of goods and did not hedge commodities that company imported during the year.

j. Disclosure with respect to demat suspense account/unclaimed suspense account of shares:

As on date, there is no requirement to transfer the share into demat suspense account/unclaimed suspense account of shares.

k. Discretionary Requirements:

- The position of the Chairman and Managing Director are not separate but there is separate post for chairman and CEO in the company. Chairman is managing director and Whole-time director is Chief Executive officer of the company.
- The quarterly/yearly financial results are published in the newspapers of wide circulation and are not sent to individual shareholders. Further, the financial results are available on the website of the Company and of the Stock Exchange where the shares of the Company are listed,
- The Auditors' Opinion on the Financial Statements is unmodified.
- Internal Auditor reports to the Audit Committee.

I. Disclosure of the Compliance with Corporate Governance requirement as specified in Listing Regulation:

During the Financial Year under review, SEBI issued new Listing Regulations viz., Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 which is effective from December 1, 2015. As required under the said Regulations, the Company has complied with the following requirements:

- (i) Adopted Policy on Preservation of Documents and Policy on Materiality of Event/Information,
- (ii) Executed Listing Agreements with NSE. Further the Company affirms that all the requirements applicable under Listing Regulations (effective from December 1, 2015) are complied with. Company has also disseminated, report on compliance with corporate governance requirements as specified in regulation 17 to 27 and 46(2) of Listing Regulation (effective from December 1, 2015) on its website and also submitted with NSE.

Place: Metoda, Rajkot
Date: 11th August, 2023

For and on behalf of the Board of
MACPOWER CNC MACHINES LIMITED

[Rupesh J. Mehta]
Chairman & Managing Director
DIN: 01474523

PRACTICING COMPANY SECRETARY'S CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant To Regulation 34(3) And Clause (10)(i) Of Part C Of Schedule V Of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015)

**To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN:L30009GJ2003PLC043419)**

Plot No. 2234, Nr. Kranit Gate, GIDC Metoda,
Tal. Lodhika, Rajkot – 360021

Based on the examination of records and documents and written representations received from the Directors of the Company and according to the verifications including Director Identification Number (DIN) status at the portal www.mca.gov.in, it is hereby certified that as on 31st March, 2023, none of the directors on the board of the Company as mentioned below have been debarred or disqualified from being appointed or continuing as directors of company by the Board/Ministry of Corporate Affairs or any such statutory authorities:

Sr. No.	Name of Director	Director Identification Number (DIN)
1	Mr. Rupesh J. Mehta	01474523
2	Mr. Nikesh J, Mehta	01603779
3	Mrs. Riyaben R. Mehta	01603726
4	Mr. Rajubhai R. Bhandari	07986563
5	Mr. Deven J. Doshi	07994505
6	Mr. Maulik R. Mokariya	05310868

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

Place: Rajkot
Date: 11/08/2023
UDIN: F005156E000787124
Peer Review Certificate No. 737/2020

For, K. P. Rachchh & Co.
Company Secretaries

Kalpesh P. Rachchh
Proprietor
FCS No- 5156
CP No – 3974

DECLARATION FOR COMPLINACE WITH CODE OF CONDUCT

To the members of **MACPOWER CNC MACHINES LIMITED**

Pursuant to Regulation 34(3) read with Schedule V Para D of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that all Board members and Senior Management Personnel are aware of the provisions of the Code of Conduct laid down by the Board. All board members and Senior Management Personnel have affirmed compliance with the Code of Conduct.

For: Macpower CNC Machines Limited

Nikesh J. Mehta

Chief Executive Officer

Date: 27th May, 2023

**CERTIFICATION BY C.E.O. AND CHIEF FINANCIAL OFFICER OF THE COMPANY
(Pursuant to Regulations 17(8) of SEBI (LODR) Regulations, 2015)**

To,
The Board of Directors
Macpower CNC Machines Limited
Gujarat/Rajkot

27th May, 2023

We Mr. Niles J. Mehta, Chief Executive Officer (CEO) and Whole-Time Director (DIN: 01603779) of the Company and Mr. Rajnikant M. Raja, Chief Financial Officer (CFO) hereby certify to the Board that:

1. We have reviewed financial statements and the cash flow statement for the year ended on 31.03.2023 and that to the best of our knowledge and belief:
 - I. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - II. These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
3. We are responsible for establishing and maintaining internal controls for financial reporting in the Company and we have evaluated the effectiveness of the internal control system of the Company pertaining to financial reporting. We have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps we have taken or propose to take to rectify these deficiencies.
4. We have indicated to the auditors and the Audit committee
 - I. significant changes in internal control over financial reporting during the year;
 - II. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - III. That there were no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Rajnikant Raja
Chief Financial Officer

Nikesh j.Mehta
Whole-time director and
Chief Executive Officer
(DIN: 01603726)

**PRACTICING COMPANY SECRETARY'S CERTIFICATE
ON CORPORATE GOVERNANCE**

Certificate on compliance with the conditions of Corporate Governance as per provisions of Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Members,
MACPOWER CNC MACHINES LIMITED
(CIN: L30009GJ2003PLC043419)
Plot No.2234, Nr. Kranti Gate, GIDC Metoda,
Tal Lodhika Dist Rajkot 360021

We have examined the compliance of the conditions of Corporate Governance by MACPOWER CNC MACHINES LIMITED ('the Company') for the year ended on March 31, 2023, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C and D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The Compliance of the conditions of Corporate Governance is the responsibility of the Management of the Company.

Our responsibility is limited to examining the procedures and implementation thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

We have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

In our opinion and to the best of our information and according to the explanations given to us and the representations made by the Directors and the Management, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2023. **Except for the following one time non compliance /delayed compliance under Regulation 23(9) of SEBI (LODR) Regulations, 2015 related to Disclosures of Related Party Transactions for the half year ended on 31st March, 2022:**

Company has Submitted Disclosures of Related Party Transactions under Regulation 23(9) of SEBI (LODR) Regulations, 2015 on 17th June, 2022 and date of publication of financial result was 28th May, 2022 and accordingly submitted late by four (4) days and In respect thereto, NSE has levied fine of Rs. 20,000 + GST Total amount Rs. 23,600 as per SEBI Circular No. SEBI /HO / CFD /CMD /CIR / P / 2020/12 Dated January 22, 2020 (Referred to as SOP Circular) and Company has paid fine amount of Rs. 21,600/- after deducting TDS of Rs. 2000/- within the given time period

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

The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For, K. P. Rachchh & Co.
Company Secretaries

Place: Rajkot
Date: 11/08/2023
UDIN: F005156E000787102
Peer Review Certificate No.737/2020

Signature: _____
Kalpesh P. Rachchh
Proprietor
FCS No.5156
CP No.:3974

To The Member of Macpower CNC Machines Limited**Opinion**

We have audited the accompanying standalone Ind AS Financial Statements of Macpower CNC Machines Limited ("the Company"), which comprises the Balance Sheet as at 31 March 2023, the statement of Profit & Loss (including statement of Other Comprehensive Income), the Cash Flow Statements and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, (herein after referred to as "the standalone Ind AS Financial Statement")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2023, the Profit and other comprehensive Income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone Ind AS financial statements in accordance with the Standards on Auditing, as specified under section 143(10) of the act. Our responsibilities under those Standards are further described in the 'Auditor's responsibilities for the audit of the standalone Ind AS Financial Statements' section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the act and rules there under, 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 audit opinion on the standalone Ind AS financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended March 31, 2023. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	Response to Key Audit Matter
<p>Revenue recognition.</p> <p>As disclosed in note 2.2 Revenue in respect of sale of goods is recognized when control of the products being sold is transferred to our customer and measured at contracted price, after deduction of any trade discounts, and any taxes or duties collected on behalf of the Government such as goods and services tax, etc.</p> <p>The application of the revenue accounting standard involves certain key judgements relating to identification of distinct performance obligations, determination of transaction price of the identified performance obligations, the appropriateness of the basis used to measure revenue recognized over a period. Additionally, revenue accounting standard contains disclosures which involves collation of information in respect of disaggregated revenue and periods over which the remaining performance obligations will be satisfied subsequent to the balance sheet date.</p>	<p>We assessed the Company's process to identify the impact of adoption of the revenue accounting standard.</p> <p>Our audit approach consisted testing of the design and operating effectiveness of the internal controls and substantive testing as follows:</p> <ul style="list-style-type: none"> • Evaluated the design of internal controls relating to implementation of the revenue accounting standard. • It is observed that in majority of the cases, transaction price is charged at ex-works price and revenue is booked at the time of dispatch of the goods. • The above method followed by the company is in line the provisions of Ind AS 115 - 'Revenue from contracts with customers' <p>Conclusion: We agree with the management's evaluation.</p>
<p>Contingent liabilities relating to taxation, litigations and claims (also refer Note 29)</p> <p>The contingent liabilities relate to ongoing litigations and claims with various authorities and third parties. These relate to direct tax, indirect tax, transfer pricing arrangements, claims, general legal proceedings, environmental issues and other eventualities arising in the regular course of business.</p> <p>The determination of contingent liability requires significant judgement by the Company because of the inherent complexity in estimating future costs. The contingent liabilities are subject to changes in the outcomes of litigations and claims and the positions taken by the Company. It involves significant judgement and estimation to determine the likelihood and timing of the cash outflows and interpretations of the legal aspects, tax legislations and judgements previously made by authorities.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> • Understanding the process followed by the Company for assessment and determination of the amount of contingent liabilities relating to taxation, litigations and claims. • Evaluating the design and implementation and testing operating effectiveness of key internal controls around the recognition and measurement of re-assessment of contingent liabilities. • Involving our tax professionals with specialised skills and knowledge to assist in the assessment of the value of significant contingent liabilities relating to taxation matter, on sample basis, in light of the nature of the exposures, applicable regulations and related correspondence with the authorities. • Inquiring the status in respect of significant contingent liabilities with the Company's internal tax and legal team, including challenging the assumptions and critical judgements made by the Company which impacted the computation of the provisions and inspecting the computation. • Assessing the assumptions used and estimates of outcome and financial effect, including considering judgement of the Company, supplemented by experience of similar decisions previously made by the authorities and, in some cases, relevant opinions given by the Company's advisors. • Testing data used to develop the estimate for completeness and accuracy. • Evaluating judgements made by the Company by comparing the estimates of prior year to the actual outcome. • Evaluating the Company's disclosures in the standalone financial statements in respect of provisions and contingent liabilities <p>Conclusion: We agree with the management's evaluation</p>

Information Other than Financial Statements and Auditor's Report Thereon

The company's board of directors and management is responsible for the preparation of the other information. The other information comprises the information included in Management discussion and analysis, Board's report including Annexure to board's report, business responsibility reports, corporate governance and shareholder's information, but doesn't include standalone financial statements and our auditor's report thereon.

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

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

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

Management's and Board of Director's Responsibility for the Standalone Ind AS Financial Statement

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

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

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

Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current year 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 Act, we give in the "Annexure A" a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit 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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2023 from being appointed as a director in terms of Section 164(2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) 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:
 - A. The Company has disclosed the impact of pending litigations on its financial position in its financial statements Refer Note 29 to the standalone financial statements;
 - B. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - C. There have been no delays in transferring the amounts, required to be transferred to the Investor Education and Protection Fund by the Company.
 - D. (i) The Management of the Company 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(ii) The Management of the Company has represented that, 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, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on such audit procedures that we have 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) above contain any material mis-statement.

- E. The dividend declared or paid during the year by the Company is in compliance with Section 123 of the Act.
- F. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

3. With respect to the matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197 (16) which are required to be commented upon by us.

For, S.C. Makhecha & Associates

Chartered Accountants

FRN Reg. No.: 120184W

Jalpesh Bharatbhai Kariya

Partner

Mem. No.: 188853

Date: 27/05/2023

Place: Ahmedabad

UDIN: 23188853BHAMS4433

ANNEXURE(A) REFERRED TO IN PARAGRAPH 1 OF INDEPENDENT AUDITOR'S REPORT OF EVEN DATE TO THE MEMBERS OF MACPOWER CNC MACHINES LIMITED ON THE FINANCIAL STATEMENTS OF THE COMPANY FOR THE YEAR ENDED 31ST MARCH, 2023.

In terms of Companies (Auditor's Report) Order 2020, issued by the Central Government of India, in terms of section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, that: -

- (i) (a) A The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipments.
- (i) (a) B The company has maintained proper records showing full particulars of intangible assets.
- (i) (b) The Company has a program of verification to cover all the items of Property, Plant & Equipment which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, Plant & Equipment were physically verified by the **HR Manager** during the year on reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (i) (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, the title deeds of immovable properties disclosed in the financial statements are held in the name of the company (Other than immovable properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee).
- (i) (d) The company has not revalued its Property, Plant & Equipment or Intangible assets or both during the year. Accordingly clause 3(i)(d) of the order is not applicable.
- (i) (e) According to the information and explanations given to us and on the basis of our examination of the records of the company, No proceedings have been initiated against the company for holding benami property under The Benami Transactions (Prohibition) Act, 1988 and rules made thereunder and the details have been appropriately disclosed in the financial statements.
- (ii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the company, Company has divided & classified inventory into A, B & C category depending upon its value. A & B category consists of almost 80% of the total Inventory Value & the same have been physically verified during the year by the Store Manager at reasonable intervals. In our opinion, the coverage and procedure by the management is appropriate. During physical verification no material discrepancies noticed.

- (ii) (b) According to the information and explanations given to us and the records produced to us for our verification, the company has been sanctioned working capital limit in excess of five crore rupees, in aggregate from bank or financial institution on the basis of security of current assets and the quarterly returns filed by the company with such bank or financial institution are in agreement with books of account of the company, and no **material discrepancies** were noted. Accordingly clause 3(ii)(b) of the order is not applicable.
- (iii) The company has not made investments in, provided any guarantee or security granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties, therefore reporting to sub clauses (iii)(a)/(b)/(c)/(d)/(e)/(f) is not applicable.
- (iii) (f) whether the Company has granted any loans or advances in the nature of loans either
(iv) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the company, The company has not given any loans or guarantees, made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any deposits from the public in terms of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013.
- (vi) In our opinion and according to the information & explanations given to us and on the basis of our examination of record, Company has maintained cost records as prescribe under section 148(1) of the Act for the notified products.
- (vii) a According to the information and explanations given to us and on the basis of our
- (vii) b According to the information and explanation given to us, no undisputed amounts payable in respect of aforesaid dues were outstanding as on 31 March 2023 for a period of more than six months from the date of become payable.
- (vii) c According to the information and explanations given to us, there are no material statutory dues of Provident Fund, Employee State Insurance and wealth Tax which have not been deposited with the appropriate authorities on account of any dispute. However, according to the information and explanation given to us, the following dues of the Gujarat Value Added Tax & Central Sales Tax which have not been deposited by the Company on account of disputes are as follows:

Name of the Statute	Nature of Dues	Amount (Rs in Lacs)	Period to which the amount relates	Forum where dispute is pending	Amount (in Lacs) paid under Protest
Gujarat Value Added Tax Act, 2003	VAT	3.27	2017-18	Deputy State Tax Commissioner of Appeals	0.36
Gujarat Value Added Tax Act, 2003	VAT	1.21	2016-17	Deputy State Tax Commissioner of Appeals	0.44
Central Sales Tax Act, 1956	CST	7.57	2016-17	Deputy State Tax Commissioner of Appeals	3.05

(viii) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not surrendered or disclosed previously undisclosed transactions as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, clause 3(viii) of the Order is not applicable to the Company.

(ix) (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of any dues to any financial institution or bank or debenture holders.

(ix) (b) According to the information and explanations given to us and on the basis of our examination of the records of the company, The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.

(ix) (c) According to the information and explanations given to us and on the basis of our examination of the records of the company, during the year company has not borrowed or is not using any term loans therefore question of its utilisation does not arise.

(ix) (d) According to the information and explanations given to us and on the basis of our examination of the records of the company, the funds raised on a short term basis have not been utilised for long term purposes.

(ix) (e) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

- (ix) (f) The company does not have any Subsidiaries, joint ventures or associate companies.
- (x)(a) The company has not made any initial public offer during the year.
- (x)(b) The company has not made any preferential allotment or private placement of shares/debentures during the year.
- (xi)(a) Based on examination of the books and records of the company and according to the information and explanation given to us, considering the principles of materiality outlined in the standard 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.
- (xi)(b) According to the information and explanations given to us and on the basis of our examination of the records of the company, No report under sub-section (12) of Section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government.
- (xi)(c) According to the information and explanations given to us and on the basis of our examination of the records of the company, No complaints have been received from the whistle-blower during the year by the Company.
- (xii) As company is not Nidhi Company, Reporting to clause (xii) (a)/(b)/(c) is not applicable.
- (xiii) According to information and explanation given to us and on the basis of books of accounts and other relevant records of the company, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to Financial Statements as required by applicable Ind As.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.

- (xiv) (b) We have considered the internal audit reports of the Company issued for the period under audit.
- (xv) According to information and explanation given to us and on the basis of examination of books of accounts and other relevant records of the company, the company has not entered into any non-cash transactions with directors or persons connected with directors, during the year.
- (xvi) (a) The company is not required to be registered under section 45-IA of The Reserve Bank of India Act, 1934.
- (xvi) (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act 1934.
- (xvi) (c) The Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India.
- (xvi) (d) Reporting to this clause is not applicable as company is not CIC.
- (xvii) The company has not incurred cash losses during the year or the immediately preceding Financial Year.
- (xviii) There has not been any resignation of the statutory auditors during the year.
- (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 that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) (a) According to information and explanation given to us and on the basis of examination, we state that there is no unspent amount as per section 135 at end of the year in respect of other than ongoing projects.

(xx) (b) As per the information and explanation given to us and on the basis of examination, there is no ongoing projects. Therefore reporting to this clause is not applicable.

(xxi) As the company is not subsidiary or holding company, reporting on qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements is not required.

For S. C. Makhecha & Associates

Chartered Accountants

Firm Reg. No. 120184W

Jalpesh Bharatbhai Kariya

Partner

Membership no. 188853

UDIN:23188853BHAMS4433

Date: 27/05/2023

Place: Ahmedabad

ANNEXURE - B

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

We have audited the internal financial controls over financial reporting of **Macpower CNC Machines Limited** as of 31st March, 2023 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility:

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

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

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

Meaning of Internal Financial Controls over Financial Reporting:

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

Inherent Limitations of Internal Financial Controls over Financial Reporting:

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

Opinion:

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023 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.

For, S.C. Makhecha & Associates

Chartered Accountants

FRNo:120184W

Jalpesh Bharatbhai Kariya

Partner

Mem. No.:188853

Date:27/05/2023

Place:Ahmedabad

UDIN: 23188853BHAMS4433

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Balance Sheet as at March 31, 2023			
(Rs. in lakhs)			
Particulars	Note no.	As at March 31, 2023	As at March 31, 2022
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	3	4,303	3,963
(b) Right to use asset	3	38	12
(c) Capital work-in-progress	3	9	16
(d) Other Intangible Assets	3	16	17
(e) Intangible Assets under Development	3	-	-
(f) Financial Assets			
(g) Deferred Tax Assets (Net)	4	-	-
(h) Other non-current assets	5	59	258
Current assets			
(a) Inventories	6	7,101	7,558
(b) Financial Assets			
(i) Investments	7	500	470
(ii) Trade Receivables	8	1,275	597
(iii) Cash and cash equivalents	9	382	699
(iv) Other Bank Balance	10	135	157
(iv) Loans & Advances	11	54	60
(c) Current Tax Assets (Net)	12	-	-
(d) Other current assets	5	446	508
Total Assets		14,318	14,315
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	13	1,000	1,000
(b) Other Equity	14	8,661	7,470
LIABILITIES			
Non-current liabilities			
(a) Financial Liabilities			
(i) Lease Liabilities	16	32	4
(b) Provisions	19	35	114
(c) Deferred Tax Liability (NET)	4	194	118

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Balance Sheet as at March 31, 2023			
(Rs. in lakhs)			
Particulars	Note no.	As at March 31, 2023	As at March 31, 2022
Current liabilities			
(a) Financial Liabilities			
(i) Borrowing	15	2	-
(i) Lease Liabilities	16	7	10
(ii) Trade Payables	17		
(a) total outstanding dues of micro enterprises and small enterprise		25	51
(b) total outstanding dues of creditors other than micro enterprises and small enterprises		2,787	4,084
(b) Other current liabilities	18	988	893
(c) Provisions	19	216	183
(d) Current Tax Liability (Net)	20	371	388
Total Equity and Liabilities		14,318	14,315
<p>The above financial statements should be read in conjunction with the accompanying notes.</p> <p>As per our report of even date</p> <p>For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W</p> <p>For and on behalf of Board of Directors of Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419</p> <p>Jalpesh Bharatbhai Kariya Partner Membership no. 188853</p> <p>Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523</p> <p>Mr. Rajnikant M. Raja (Chief Financial Officer)</p> <p>Date: 27/05/2023 Place: Ahmedabad UDIN:23188853BHAMS4433</p> <p>Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779</p> <p>Mr. Kishor Kikani (Company Secretary) Mem. No. A58545</p>			

STATEMENT OF PROFIT & LOSS

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Statement of Profit & Loss for the year ended March 31,2023			
<i>(Rs. in lakhs)</i>			
Particulars	Note No.	For the year ended March 31,2023	For the year ended March 31,2022
INCOME			
Revenue from Operations (Including other operating revenue)	21	20,189	19,012
Other Income	22	25	83
TOTAL INCOME		20,214	19,095
EXPENSES			
Cost of materials consumed	23	14,371	13,405
Purchase of Stock in Trade		-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade	24	-300	-111
Employee benefits expenses	25	2,061	1,756
Finance Costs	26	23	15
Depreciation and amortisation expenses	3	336	279
Other expenses	27	1,990	1,912
TOTAL EXPENSES		18,481	17,256
Profit Before tax		1,733	1,839
Tax expenses	28	444	555
Current Tax		371	388
Deferred tax		73	167
Profit for the year		1,289	1,284
Other Comprehensive Income/(Loss), Net of Tax		9	2
Items that will be reclassified to profit or loss		-	-
Items that will not be reclassified to profit or loss		9	2
Total Comprehensive Income for the Period		1,298	1,286
Earnings Per Share Basic & Diluted	29	12.89	12.84
<p>The above financial statements should be read in conjunction with the accompanying notes. As per our report of even date</p>			
For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W		For and on behalf of Board of Directors of Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419	
Jalpesh Bharatbhai Kariya Partner Membership no. 188853		Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523	Mr. Rajnikant M. Raja (Chief Financial Officer)
Date: 27/05/2023 Place: Ahmedabad UDIN:23188853BHAMS4433		Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779	Mr. Kishor Kikani (Company Secretary) Mem. No. A58545

STATEMENT OF CASH FLOW

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Statement of Cash Flow for the year ended March 31, 2023

(Rs. in lakhs)

Sr. No.	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
A.	Cash flow from operating activities		
	Net Profit before tax	1,733	1,839
	Adjustment for:		
	Depreciation & Amortization	337	279
	Finance Cost	23	15
	(Profit)/Loss on sale of Property, Plant & Equipment	-	-2
	Net Gain on Lease Modification	0	
	Gain on sale of Mutual Fund	-1	-23
	Operating Profit before working capital changes	2,093	2,108
	Movements in working capital:		
	Decrease/(-Increase) in Trade & Other Receivables	-678	-216
	Decrease/(-Increase) in Inventories	456	-1,465
	Decrease/(-Increase) in Deferred Tax	76	49
	Decrease/(-Increase) in Other Current Assets	266	118
	Increase/(-Decrease) in Trade Payables, Liabilities & Provisions	-1,292	-711
	Sub-Total Movement in Working Capital	-1,172	-2,224
	Cashflow generated from/(used in) operations	922	-116
	Income Tax Paid & OCI	-442	-565
	NET CASH FROM OPERATING ACTIVITIES	479	-681
B.	Cash flow from investing activities		
	Proceeds from sales in Current Investments	-30	1,496
	Purchase of Property, Plant & Equipment	-692	-485
	Sale proceeds of Property, Plant & Equipment	-	73
	(Increase)/Decrease in Other Bank Balances	22	-97
	Short Term Capital Gain (On Mutual Fund)	1	23
	NET CASH FLOW FROM INVESTING ACTIVITIES	-700	1,010
C.	Cash flow from financing activities		
	Principle element of lease payment	26	-9
	Increase/(Decrease) in Borrowing	2	
	Intrim Dividend Paid	-100	-50
	Tax on Intrim Dividend	-	-
	Finance Cost	-23	-15
	NET CASH CLOW FROM FINANCING ACTIVITIES	-96	-74
	NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	-317	255
	Cash and cash equivalents at the beginning of the year	699	444
	Cash and cash equivalents at the end of the year	382	699
	Components of cash and cash equivalents as at the end of the year		
	Cash and cheques on hand	5	1
	With bank		-
	- In current account	377	698
	TOTAL	382	699

STATEMENT OF CASH FLOW

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Statement of Cash Flow for the year ended March 31, 2023			
(Rs. in lakhs)			
Sr. No.	Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Notes: 1. Previous years figures have been regrouped wherever necessary. 2. In addition to the above, there are no non cash movement for liabilities arising from financing activities. 3. The cashflow statement has been prepared under the indirect method as set out in the Indian Accounting Standard - 7 on Cash Flow Statement. Flow Statement. As per our report of even date For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W Jalpesh Bharatbhai Kariya Partner Membership no. 188853 Date: 27/05/2023 Place: Ahmedabad UDIN:23188853BHAMS4433			
For and on behalf of Board of Directors of Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419		Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523	
		Mr. Rajnikant M. Raja (Chief Financial Officer)	
		Mr. Nikeshbhai J. Mehta (Whole Time Director & Chief Executive Officer) DIN: 01603779	
		Mr. Kishor Kikani (Company Secretary) Mem. No. A58545	

STATEMENT OF CHANGES IN EQUITY

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419					
Statement of Changes in Equity for the year ended March 31,2023					
(A) EQUITY SHARE CAPITAL			(Rs. In Lakhs)		
Particulars	Note No.	31-Mar-23	31-Mar-22		
Balance at the beginning of the reporting period	13	1,000	981		
Changes in equity share capital during the year		-	20		
At the end of the year		1,000	1,000		
(B) OTHER EQUITY					
Particulars	Note No.	Security Premium	General Reserve	Retained earnings	Total Other Equity
Balance at the beginning of the reporting period i.e. 01/04/2021		3,704		2,541	6,246
Total Comprehensive Income for the year		-	-	2	2
Transfer to Retained Earning					-
Dividends				-50	
Tax on Intrim Dividend				-	
Profit during the year				1,284	
Prior Period Income Tax				-11	
Utilised for Bonus Issue		-	-	-	-
Balance at the end of the reporting period i.e. 31/03/2022		3,704	-	3,766	7,470
Balance at the beginning of the reporting period i.e. 01/04/2022	14	3,704	-	3,766	7,470
Total Comprehensive Income for the year				9	9
Dividends				-100	-100
Tax on Intrim Dividend				-	-
Profit during the year				1,289	1,289
Prior Period Income Tax				-8	-8
Balance at the end of the reporting period i.e. 31/03/2023		3,704	-	4,956	8,661
As per our report of even date					
For S. C. Makhecha & Associates Chartered Accountants Firm Reg. No. 120184W		For and on behalf of Board of Directors of Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Jalpesh Bharatbhai Kariya Partner Membership no. 188853		Mr. Rupeshbhai J. Mehta (Managing Director) DIN: 01474523		Mr. Rajnikant M. Raja (Chief Financial Officer)	
Date: 27/05/2023 Place: Ahmedabad UDIN:23188853BHAMS4433		Mr. Nikeshbhai J. Mehta (Whole time Director & Chief Executive Officer) DIN 01603779		Mr. Kishor Kikani (Company Secretary) Mem. No. A58545	

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

Corporate Information :

Macpower CNC Machines Limited was incorporated in 2003. The Company is situated at Plot No. 2234, Near Kranti Gate, GIDC Metoda, Rajkot -360 021 Gujarat. The Company is engaged in the business of manufacturing and sale of CNC and VMC Machines.

1 Basis of Preparation and presentation

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015, as amended and presentation requirements of Division II of schedule III to the Companies Act, 2013 (as amended), on the historical cost basis except for certain financial instruments that are measured at fair values, as explained in the accounting policies below.

The financial statements are presented in INR (Rs.) (Indian Rupees) which is also Company's functional currency and all values are shown upto two decimal in lacs & value are rounded to the nearest thousand, except when otherwise indicated.

The Company has prepared the financial statements on the basis that it will continue to operate as a going concern.

2 Summary of significant accounting policies followed by the Company

2.1 Accounting Charges:

- (i) The Company follows the mercantile system of accounting and recognises income and expenditure on an accrual basis except in case of significant uncertainties.
- (ii) The Company maintains its accounts on accrual basis following historical cost convention, except for certain assets and liabilities that are measured at fair value in accordance with Ind AS.
- (iii) Estimates and assumptions used in the preparation of these financial statements and disclosures made therein are based upon Management's evaluation of the relevant facts and circumstances as on the date of the financial statements, which may differ from the actual results at a subsequent date.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

Key Estimates

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

A. Estimate of Tax

Recognition of provision of current tax and deferred tax refer- Note 2.4

B. Estimation of useful lives and residual value of Property, Plant and equipment and intangible assets

C. Lease

Measurement of Right of Use Asset and Lease liabilities refer-Note-2.11.

D. Long term Employee benefit plan

Estimation of Long term Employee benefit plan refer Note 2.8

E. Provision, Contingent Liabilities and Contingent Assets:

Estimating amount of provisions refer Note 2.13

2.2 Revenue Recognition:

- a Revenue from sale of goods is recognised when control of the machine being sold is transferred to the customer and when there are no longer any unfulfilled obligations. The Performance Obligations in the contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.
- b Revenue is measured on the basis of contracted price, after deduction of any trade discounts, and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Revenue is only recognised to the extent that it is highly probable a significant reversal will not occur.
- c Income from services rendered is recognised based on agreements/arrangements with the customers as the service is performed and there are no unfulfilled obligations.
- d Revenue in respect of other income is recognised when no significant uncertainty as to its determination or realisation exists.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

2.3 Property, plant and equipment and Intangible Assets

Property, plant and equipment

- a Property, plant and equipment are stated at cost less accumulated depreciation / amortisation and impairment loss, if any, except freehold land which is carried at cost. The cost comprises its purchases price, borrowing cost and any cost directly attributable to the bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustment arising from exchange rate variations attributable to the assets. Subsequent expenditures related to an item of Fixed Assets are added to its book value only if they increases the future benefits from the existing asset beyond its previously assessed standard of performance.
- b Property, plant and equipments which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress"
- c Own construction or manufactured PPE is capitalised at cost including administrative and other general overhead expenses that are specifically attributable to construction or acquisition of PPE or bringing the PPE to working condition are allocated and capitalised as a part of the cost of the PPE.
- d All other expenses on Property, plant and equipment, including repair and maintenance expenditure and replacement expenditure of parts, are charged to Statement of Profit and Loss for the period during the which such expenses are incurred.
- e Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of an asset and are recognised in the statement of profit and loss when the asset is derecognised.
- f Depreciation methods, estimated useful lives and residual value:
The management of the company believes that the useful lives as given below best represent the useful lives of these assets based on internal assessment and supported by technical advice wherever necessary which is as prescribed under Part C of Schedule II of the Companies Act 2013.

Sr. No.	Assets Category	Useful Life (Years)
1	Building	30 Years
2	Computers	3 Years
3	Furniture & Fixtures	10 Years
4	Plant & Machinery	15 Years
5	Vehicle	8 Years

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

Intangible Assets

- a** Intangible assets purchased are initially measured at cost. The cost of an intangible asset comprises its purchase price including duties and taxes and any costs directly attributable to making the asset ready for their intended use.
- b** Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure are recognised in standalone statement of profit or loss as incurred.
- c** Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.
- d** Amortization methods, estimated useful lives and residual value

The useful lives of intangible assets are assessed as either finite or infinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their estimated useful lives. Estimated useful lives by major class of finite-life intangible assets are as follows:

Sr. No.	Assets Category	Useful Life (Years)
1	Computer software and mobile application	6 Years
2	Other Software	3 Years
3	Designs for Machinery	10 Years

2.4 Taxation

- a** Tax on income for the current period is determined on the basis of taxable income and tax credits computed in accordance with the provisions of the Income Tax Act, 1961.
- b** Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates as per laws enacted or substantively enacted as on the Balance Sheet date.
- c** Transaction or event which is recognised outside profit or loss, either in other comprehensive income or in equity, is recorded along with the tax as applicable.

2.5 Financial Instruments

(a) Other investments and financial assets

(i) Classification

The Company classifies its financial assets in the following measurement categories: those to be measured subsequently, at fair value (either through other comprehensive income, or through profit or loss), and those already measured, at amortised cost. The classification is done depending upon the Company's business model for managing the financial assets and the contractual terms of the cash flows. For assets measured at fair value, gains and losses will be recorded in profit or loss.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:

For the year ended on March 31, 2023

(ii) Measurement

At initial recognition

At initial recognition, the Company measures a financial asset at its fair value.

Subsequent Measurement

A. All recognised financial assets are subsequently measured in their entirety either at amortised cost or at fair value as follows:

1. Investments in debt instruments that are designated as fair value through profit or loss (FVTPL) - at fair value. Debt instruments at FVTPL is a residual category for debt instruments, if any, and all changes are recognised in profit or loss.
2. Investments in debt instruments that meet the following conditions are subsequently measured at amortised cost (unless the same designated as fair value through profit or loss):
 - (i) The asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows;
 - and
 - (ii) The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
3. Investment in debt instruments that meet the following conditions are subsequently measured at fair value through other comprehensive income [FVTOCI] (unless the same are designated as fair value through profit or loss)
 - (i) The asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
 - (ii) The contractual terms of instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
4. Trade receivables, security deposits, cash and cash equivalents, employee and other advances – at amortised cost

(iii) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk and if so, assess the need to provide for the same in the Statement of Profit and Loss.

(iv) Derecognition of financial assets

A financial asset is derecognised only when Company has transferred the rights to receive cash flows from the financial asset. Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

(v) Income recognition

Interest Income

Interest income from fixed deposits is recognised using the effective interest rate method. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses.

(b) Financial Liability

(i) Classification as debt or Equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definition of a financial liability and an equity instrument.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities.

(ii) Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

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

(iii) Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

a. Trade and other payable

These amounts represent obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These payable are classified as 'current liabilities' if payments are due within one year or less otherwise they are presented as 'non-current liabilities'. Trade payables are subsequently measured at amortised cost using the effective interest method.

b. Derecognition

Liability is removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/ (losses).

When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

2.6 Foreign Currency Transactions:

Items included in the financial statements are measured and presented in Indian rupee (INR), which is Company's functional and presentation currency.

a Initial Recognition:

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting current and the foreign currency at the date of the transactions.

b Conversion:

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non- monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transactions. Non- monetary items, which are measured at fair value or others similar valuation denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

c Exchange Differences:

The company accounts for exchange differences arising on translation/ settlement of foreign currency monetary are recognized as income or as expenses in the period in which they arise.

2.7 Inventories:

Inventories are valued after providing for obsolescence, as under:

Raw Materials, Work-In-Progress and Finished Goods are valued at Cost or Net Realizable Value whichever is lower. Waste and Scrap are valued at Net Realisable Value using FIFO method.

Cost of Inventories comprises cost of purchase, cost of conversion and other costs incurred in bringing the inventories to the present location and condition.

2.8 Employee Benefits:

A Short-term employee benefits:

- a** Employee benefits such as salaries, wages, short-term compensated absences, bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are expensed in the period in which the employee renders the service.

B Long term employee benefits

- a** Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contributions payable to the provident fund scheme as an expenditure, when an employee renders the related services.
- b** The Company has defined benefit plans for its employees, viz., gratuity. The cost of providing benefits under this plans are determined on the basis of actuarial valuation at each year end. Actuarial valuation is carried out for the plan using the projected unit credit method. Actuarial gains and losses for defined benefit plans are recognised in full in the period in which they occurs in the statement of profit and loss.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:

For the year ended on March 31, 2023

During the year, company has not incurred any borrowing cost. However the policy for the same is as under:

- a** Borrowing cost includes interest and ancillary costs incurred in connection with the arrangement of borrowings.
- b** Borrowing costs directly attributable to the construction of an asset that necessarily take a substantial period of time to get ready for its intended use are capitalized as part of the cost of the respective asset. All of these borrowing costs are expensed in the period they are incurred.

2.10 Lease:

- a** Assets taken on lease by the Company in its capacity as lessee, where the company has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability of each year.
- b** Lease arrangement where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight line basis over the lease term.
- c** Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease. The Company's lease asset primarily consists of land and Building. The company assesses whether a contract contains a lease, at inception of contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:
 - (i) the contract involves the use of an identified asset
 - (ii) the Company has substantially all the economic benefits from use of the asset through the period of the lease and
 - (iii) the Company has the right to direct the use of the asset.

As a Lessee

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases), and lease contract for which the underlying asset is of low value (low-value assets). For these short-term, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

The right-of-use assets are initially recognised at cost, which comprises the initial measurement of the lease liability adjusted plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate of cost of capital. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

In calculating the present value of lease payments, the company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable.

2.11 Cash and cash equivalents

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents includes cash on hand, balance with banks.

2.12 Earning Per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period. The weighted average number of equity shares outstanding during the period and all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of share outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

2.13 Provision, Contingent Liabilities and Contingent Assets:

- a Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates reviewed at each reporting date and adjusted to reflect the current best estimate.
- b Contingent liabilities are disclosed unless the possibility of outflow of resources is remote. Contingent assets are not recognised in the financial statements.

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:
For the year ended on March 31, 2023

2.14 Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method, adjusting the profit before tax excluding exceptional items for the effects of:

(i) changes during the period in inventories and operating receivables and payables, transactions of a non-cash nature;

(ii) non-cash items such as depreciation, provisions, unrealised foreign currency gains and losses; and
(iii) all other items for which the cash effects are investing or financing cash flows.

2.15 Recent Accounting Developments

The amendments to standards that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below. The Company intends to adopt these standards, if applicable, as and when they become effective. The Ministry of Corporate Affairs (MCA) has notified certain amendments to Ind AS, through Companies (Indian Accounting Standards) Amendment Rules, 2022 on 31st March, 2023. These amendments maintain convergence with IFRS by incorporating amendments issued by International Accounting Standards Board (IASB) into Ind AS and has amended the following standards:

- i. Ind AS 1 - Presentation of Financial Statements
- ii. Ind AS 8 – Accounting Policies, Changes in accounting estimates & errors
- iii. Ind AS 12 – Income Taxes
- iv. Ind AS 101 - First-time adoption of Ind AS
- v. Ind AS 102 - Share Based Payment
- vi. Ind AS 103 – Business Combinations
- vii. Ind AS 107- Financial Instruments: Disclosures
- viii. Ind AS 109 – Financial Instruments
- ix. Ind AS 115 - Revenue from Contracts with Customers

These amendments shall come into force with effect from April 01, 2023.

The Company is assessing the potential effect of the amendments on its financial statements. The Company will adopt these amendments, if applicable, from applicability date

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419									
Notes forming part of Financial Statements for the year ended 31st March 2023									
Note - 3 Property, Plant and Equipment									
Particulars	Gross Block			Depreciation/Impairment			(Rs. in lakhs)		
	As at April 1, 2022	Additions	Deductions/ Adjustments	As at March 31, 2023	As at April 1, 2022	Additions	Deductions/ Adjustments	As at March 31, 2023	Net Block As at March 31, 2023
(a) Property, Plant and Equipment:									
1. Land	46	-	-	46	-	-	-	-	46.00
2. Building	1,229	125	-	1,355	258	35	-	293	1,062.00
3. Plant & Machinery	3,392	425	-	3,817	573	246	-	819	2,998.00
4. Furniture & Fixtures	74	19	-	93	43	6	-	48	45.00
5. Office Equipment	76	18	-	93	46	7	-	53	40.00
6. Vehicles	193	46	-	239	145	13	-	158	81.00
7. Computers	78	25	-	103	57	14	-	72	31.00
Total	5,088.00	658.00	-	5,746.00	1,122.00	321.00	-	1,443.00	4,303.00
(b) Intangible Assets:									-
Design	12.00	-	-	12.00	10.04	0.59	-	10.62	1.00
Computer Software	30.02	5.51	-	35.53	23.87	1.93	-	25.79	10.00
STERP Software (PTU)	13.00	-	-	13.00	4.12	4.12	-	8.23	5.00
Total	55.00	6.00	-	61.00	38.00	7.00	-	45.00	16.00
(c) Right to use asset:									-
Leasehold Office Premise	27.93	35.80	0.30	63.42	15.98	9.48	0.07	25.40	38.00
Total	28.00	36.00	-	63.00	16.00	9.00	-	25.00	38.00
(d) Intangible Assets under									-
	-	-	-	-	-	-	-	-	-
(e) Capital Work in Progress									-
Total	16.00	160.00	167.00	9.00	-	-	-	-	9.00
Total	5,188.00	859.00	166.00	5,878.00	1,175.00	336.00	-	1,513.00	4,366.00
Note: All the title deeds of land and building are in the name of company.									

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419									
Notes forming part of Financial Statements for the year ended 31st March 2023									
Note - 3 Property, Plant and Equipment									
(Rs. in lakhs)									
Previous Year	Particulars	Gross Block			Depreciation/Impairment			Net Block	
		As at April 1, 2021	Additions	Deductions/ Adjustments	As at March 31, 2022	As at April 1, 2021	Additions	Deductions/ Adjustments	As at March 31, 2022
	(a) Property, Plant and Equipment:								
	1. Land	46	-	-	46	-	-	-	46
	2. Building	1,049	181	-	1,229	226	32	-	971
	3. Plant & Machinery	3,086	364	-58	3,391	378	198	-4	2,818
	4. Furniture & Fixtures	73	1	-	74	39	4	-	31
	5. Office Equipment	67	8	-	76	40	6	-	30
	6. Vehicles	203	1	-10	193	140	13	-7	48
	7. Computers	63	14	-	78	47	11	-	21
	Total	4,587	569	-68	5,087	870	264	-11	3,963
	(b) Intangible Assets:								
	Design	12	-	-	12	9	1	-	2
	Computer Software	30	0	-	30	23	1	-	6
	STERP Software (PTU)	-	13	-	13	-	4	-	9
	Total	42	13	-	55	32	6	-	17
	(c) Right to use asset:								
	Leasehold Office Premise	88	-	-60	28	67	9	-60	16
	Total	88	-	-60	28	67	9	-60	16
	(d) Intangible Assets under Development								
		13	-	-13	-	-	-	-	-
	(e) Capital Work in Progress								
		114	83	-181	16	-	-	-	16
	Total	4,844	665	-322	5,186	969	279	-71	4,008
Note: All the title deeds of land and building are in the name of company.									

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419					
Notes forming part of Financial Statements for the year ended 31st March 2023					
Note - 3 Property, Plant and Equipment					
Note - Details of Capital work in progress (CWIP)					
CWIP aging Schedule as on 31/03/2023					
(Rs. in lakhs)					
CWIP	Amount in CWIP for a period of	Total*			
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	9	-	-	-	9
1. Factory Building	-	-	-	-	-
2. Die-Pattern					
Total	9	-	-	-	9

CWIP aging Schedule as on 31/03/2022					
(Rs. in lakhs)					
CWIP	Amount in CWIP for a period of	Total*			
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	7	-	-	-	7
1. Factory Building	8	-	-	-	8
2. Die-Pattern					
Total	15	-	-	-	15

Macpower CNC Machines Limited						
CIN: L30009GJ2003PLC043419						
Notes forming part of the Financial Statements:						
(Rs. in lakhs)						
Note No.	Particulars	March 31,2023		March 31,2022		
4 DEFERRED TAX ASSETS (NET)						
(i) Statement of Deferred Tax Assets						
Deferred Tax Assets on account of temporary difference in						
Lease liability		10		3		
Preliminary Expense		19		46		
Gross Deferred Tax Assets (a)		29		49		
Deferred Tax Liabilities on account of temporary difference in						
Property, Plant and Equipment		213		164		
Right to Use Assets		10		3		
Gross deferred tax liabilities (b)		223		167		
DEFERRED TAX ASSETS /(LIABILITY) (a-b)		-194		-118		
(ii) Movement in Deferred Tax Assets						
Particulars	Property, plant & equipment	Gratuity	Lease liability	Right-to-use asset	Preliminary Expenses	Total
At April 1,2021	-12	27	5	-5	34	49
To profit & loss	-152	-	-2	2	-17	-169
To other comprehensive income	-	2	-	-	-	2
At March 31,2022	-164	29	3	-3	17	-118
To profit & loss	-49	-17	6	-7	-7	-74
To other comprehensive income	-	-3	-	-	-	-3
At March 31,2023	-213	9	10	-10	10	-194
5 OTHER ASSETS						
Other Non - Current Assets (Unsecured) considered good						
Advances for Capital Goods				-		
Deposits				52		
Employee Benefit Deferred Expense				7		
Income Tax Refund Receivable				-		
TOTAL OTHER NON CURRENT ASSETS (A)				59		
Other Current Assets						
Advances to Supplier				73		
Deposit				-		
Balance with Govt Authorities				373		
Prepaid Expenses				-		
TOTAL OTHER CURRENT ASSETS (B)				446		
TOTAL OTHER ASSETS (A+B)				505		
6 INVENTORIES						
Raw Material				5,848		
Semi Finished Goods				380		
Finished Goods				873		
TOTAL INVENTORIES				7,101		

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs. in lakhs)							
Note No.	Particulars	March 31,2023	March 31,2022				
7	INVESTMENT						
	CURRENT INVESTMENT						
	a. Investment in Mutual Funds						
	Axis Bank Money Market Fund	-	251				
	Units:Current Year:21868.118		-				
	Previous Year: 0						
	Axis Floater Fund (Direct Growth)	-	214				
	Units:Current Year:21225.377						
	Previous Year: 0						
	Axis Liquid Fund (Direct Growth)	500	-				
	Units: Current Year:		-				
	Previous Year:87307.864						
	Axis Banking & PSU (Banking Fund)						
	Units: Current Year:0						
	Previous Year: 33467.19						
	SBI Banking & PSU Fund(Direct Growth)						
	Units: Current Year: 0						
	Previous Year:11676.095						
	Total Investment in Mutual Funds (a)	500	465				
	b. Other Investment	-	5				
	Total Other Investment (b)	-	5				
	TOTAL INVESTMENTS (a+b)	500	470				
	Aggregate amount of quoted investments	500	470				
	Aggregate Market value of quoted investments	500	470				
	Aggregate amount of unquoted investments	-	-				
	Aggregate amount of impairment in value of investments	-	-				
8	TRADE RECEIVABLES						
	(Unsecured, Considered Good, unless stated otherwise)						
	Good	1,275	597				
	Lost Allowanace	-	-				
	TOTAL TRADE RECEIVABLES	1,275	597				
	Aging of Trade Receivable As on 31/03/2023						
	Particulars	Outstanding for following periods from due date of payment#					Total As on March 31,2022
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Undisputed Trade receivables – considered good	1,117	87	25	6	-	1,235
	(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
	(iv) Disputed Trade Receivables–considered good	-	-	-	-	41	41
	(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	1,117	87	25	6	41	1,275

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs. in lakhs)							
Note No.	Particulars	March 31,2023				March 31,2022	
Aging of Trade Receivable As on 31/03/2022							
	Particulars	Outstanding for following periods from due date of payment#					Total As on March 31,2022
		Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
	(i) Undisputed Trade receivables – considered good	477	33	20	1	-	531
	(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
	(iv) Disputed Trade Receivables–considered good	-	-	5	-	60	65
	(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
	(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
	Total	477	33	25	1	60	596
9 CASH & CASH EQUIVALENT							
	Cash on Hand					5	1
	Balances with Bank					-	-
	In Current Account					0	0
	In Current Account for Unpaid Dividend					0	0
	In Cash Credit Account -Debit Balance (Secured)					377	698
	TOTAL CASH & CASH EQUIVALENT					382	699
Discloser regarding Cash Credit Limit with Axis Bank Limited Axis Bank Ltd. CC A/c. 914030041250678, is primarily secured by hypothecation of current assets both present and future of the company. Further mortgage of industrial property situated at plot no. 2234, GIDC Iodhika Industrial Estate, Kalawad road, Village : Metoda Taluka: Lodhia Rajkot Further mortgage of residential property situated at panchratna park, Street No. 1, Opp. Jalaram Hospital Stree, B/h. Panchvati Hall Rajkot The facility is futher guaranteed by the personal gurantee of Mr. Rupeshbhai Mehta and Mrs. Seemaben Mehta. Repayment Terms: Repayable on Demand.							
10 OTHER BANK BALANCES							
	Deposits with residual maturity for less than 12 months					135	157
	TOTAL OTHER BANK BALANCES					135	157
11 Loans & Advances							
	Loans & Advances (Unsecured, considered good unless otherwise stated						
	Loans to related parties					-	-
	Others including employee loans					54	60
	TOTAL LOANS & ADVANCES					54	60
	Sub-classification of loans						
	Loans Receivables considered good- Secured					-	-
	Loans Receivables considered good- Unsecured					-	-
	Loans Receivables which have significant increase in Credit Risk					-	-
	Loans Receivables - credit impaired					-	-

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419				
Notes forming part of the Financial Statements:				
(Rs. in lakhs)				
Note No.	Particulars	March 31,2023	March 31,2022	
	1. In line with Circular No 04/2015 issued by Ministry of Corporate Affairs dated 10th March, 2015, loans given to employees as per the Company's policy are not considered for the purposes of disclosure under Section 186(4) of the Companies Act, 2013. There are no loans or advances in the nature of loans granted to Promoters, Directors, KMPs and their related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are: a. Repayable on demand: or b. Without specifying any terms or period or repayment	- -	- -	
12	Current Tax Assets (NET)	-	-	
13	EQUITY SHARE CAPITAL			
(a)	Authorized Share Capital Equity Shares of Rs. 10 each	No. of Equity Shares Amount	100 1,000	100 1,000
(b)	Issued, Subscribed & Paid up Share Capital Equity Shares of Rs. 10 each	No. of Equity Shares Amount	100 1,000	100 1,000
	TOTAL EQUITY SHARE CAPITAL		1,000	1,000
(c)	Reconciliation of the shares outstanding at the beginning and at the end of the reporting period - Equity Shares			
		2022-23	2021-22	
		No. Amount (Rs.)	No. Amount (Rs.)	
	At the beginning of the period	100 1,000	100 1,000	
	Shares issued during the year	-0 -0	0 0	
	Outstanding at the end of the period	100 1,000	100 1,000	
(d)	Terms/Rights attached to Equity Shares The company has only one class of equity shares having a per share value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.			
(e)	Details of shareholders holding more than 5% shares in the company			
	Name of Shareholder	As at March 31,2023	As at March 31,2022	
		No. % of total holding	No. % of total holding	
	Rupeshbhai J. Mehta	31,53,526 31.52%	36,28,526 36.27%	
	Riyaben R. Mehta	18,14,982 18.14%	18,14,982 18.14%	
	Nikeshbhai J. Mehta	13,41,062 13.41%	13,41,062 13.41%	
	Massachusetts Institute of Technology	5,26,700 5.26%	6,00,000 6.00%	
	Mehta Nimishaben Nikeshbhai	7,77,309 7.77%	3,77,309 3.77%	
	Name of Shareholder	As at March 31,2023	As at March 31,2022	
		No. % of total holding	No. % of total holding	
	Rupeshbhai J. Mehta	36,28,526 36.27%	32,11,980 32.11%	
	Riyaben R. Mehta	18,14,982 18.14%	18,14,982 18.14%	
	Nikeshbhai J. Mehta	13,41,062 13.41%	13,31,862 13.31%	
	Massachusetts Institute of Technology	6,00,000 6.00%	4,98,270 4.98%	
	As per records of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.			

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419							
Notes forming part of the Financial Statements:							
(Rs. in lakhs)							
Note No.	Particulars				March 31,2023	March 31,2022	
(f) Details of shares held by the Promoters							
Promoter name		As on 31/03/2023		As on 31/03/2022		Change in holding	
		No. of Shares	%of total shares	No. of Shares	%of total shares	No. of Shares	%of total shares
Mr. Rupesh J. Mehta		31,53,526	31.52%	36,28,526	36.27%	-4,75,000	-4.75%
Mr. Nikesh J. Mehta		13,41,062	13.41%	13,41,062	13.41%	-	0.10%
Mrs. Riyaben R. Mehta		18,14,982	18.14%	18,14,982	18.14%	-	0.00%
Mrs. Nimishaben N. Mehta		7,77,309	7.77%	3,77,309	3.77%	4,00,000	4.00%
Ms. Pritiben J. Mehta		1,30,649	1.31%	1,30,649	1.31%	-	0.00%
Mehta Rupeshkumar		21,593	0.22%	19,364	0.19%	2,229	0.03%
Renya Rupeshbhai Mehta		75,000	0.75%	-	-	75,000	0.75%
Total		73,14,121	73.12%	73,11,892	73.09%	2,229	0.13%
Promoter name		As on 31/03/2022		As on 31/03/2021		Change in holding	
		No. of Shares	%of total shares	No. of Shares	%of total shares	No. of Shares	%of total shares
Mr. Rupesh J. Mehta		36,28,526	36.27%	32,11,980	32.11%	4,16,546	4.16%
Mr. Nikesh J. Mehta		13,41,062	13.41%	13,31,862	13.31%	9,200	0.09%
Mrs. Riyaben R. Mehta		18,14,982	18.14%	18,14,982	18.14%	-	0.00%
Mrs. Nimishaben N. Mehta		3,77,309	3.77%	3,77,309	3.77%	-	0.00%
Ms. Pritiben J. Mehta		1,30,649	1.31%	1,30,649	1.31%	-	0.00%
Mehta Rupeshkumar		19,364	0.19%	1,020	0.01%	18,344	0.18%
Raxaben J. Mehta		-	-	3,91,256	0	-3,91,256	-3.91%
Total		73,11,892	73.09%	72,59,058	72.56%	52,834	0.53%
(g) Disclosure of Aggregate number and class of shares allotted as fully paid up by way of bonus shares during the period of five years immediately preceding the reporting date:							
Year of Allotment		2020-21		2017-18			
No of Shares Allotted		1,96,160		60,48,000			
Class of Shares		Fully Paid Up Equity		Fully Paid Up Equity			
14 OTHER EQUITY							
(a) Security Premium							
Opening Balance					3,704	3,704	
Less: Utilised for Bonus					-	-	
Sub-Total					3,704	3,704	
(b) Surplus / (Deficit) in Statement of Profit and Loss							
Opening Balance					3,766	2,541	
Add: Profit during the year					1,289	1,284	
Add: Other Comprehensive Income					9	2	
Less: Intrim/Final Dividend					-100	-50	
Less: Tax on Intrim Dividend					-	-	
Less: Prior Year Income Tax					-8	-11	
Sub-Total					4,957	3,766	
TOTAL OTHER EQUITY (a + b)					8,661	7,470	
15 BORROWINGS							
Credit Card		Non Current			-	-	
		Current			2	-	
		Maturity					
Total borrowings					2	-	
Current maturity of borrowings from Bank is forming part of Other Financial liability (Note No. 18).							

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419						
Notes forming part of the Financial Statements:						
(Rs. in lakhs)						
Note No.	Particulars	March 31,2023		March 31,2022		
16 LEASE LIABILITIES						
LEASE LIABILITIES						
A. Non-Current		32		4		
B. Current		7		10		
TOTAL LEASE LIABILITIES		39		14		
17 TRADE PAYABLES						
Total outstanding dues of micro enterprises and small enterprise		25		51		
Total outstanding dues of creditors other than micro enterprises and small enterprises		2,787		4,084		
TOTAL TRADE PAYABLES		2,812		4,135		
Aging of Trade payable as on 31/03/2023						
Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2023
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	25					25
(ii) Others	2,768	18	-	-	-	2,787
(iii) Disputed dues –MSME	-	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-	-
Total	2,794	18	-	-	-	2,812
Aging of Trade payable as on 31/03/2022						
Particulars	Outstanding for following periods from due date of payment					Total As on March 31,2022
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	51	-	-	-	-	51
(ii) Others	4,001	46	37	-	-	4,084
(iii) Disputed dues –MSME	-	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-	-
Total	4,052	46	37	-	-	4,135
Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by auditors.						
Due to micro, small and medium enterprise						
On the basis of the information and records available with management, outstanding dues to the Micro and Small enterprise as defined in the MSMED Act, 2006 are disclosed as below.						
Particulars		As at March 31,2023		As at March 31, 2022		
Principal amount remaining unpaid to any supplier as at the year end.		25		51		
Interest due thereon		-		-		
Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting year		-		-		
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED		-		-		
Amount of interest accrued and remaining unpaid at the end of the accounting year		-		-		
Amount of further interest remaining due and payable even in succeeding years		-		-		
The disclosure above is based on the information received and available with the Company						
18 OTHER CURRENT LIABILITIES						
Advances received against supply of machines		720		740		
Statutory Dues		261		146		
Unclaimed Dividend		0		0		
Security Deposit		7		7		
TOTAL OTHER CURRENT LIABILITIES		988		893		

Macpower CNC Machines Limited CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
19	PROVISIONS		
A	NON-CURRENT PROVISION		
	Provision for employee benefits	35	114
	Total Non-Current Provisions	35	114
B	CURRENT PROVISION		
	Provision for employee benefits	179	161
	Provision for ECL	6	-
	Provision for expenses	31	22
	Total Current Provisions	216	183
	TOTAL PROVISIONS (A+B)	251	297
20	CURRENT TAX LIABILITY	371	388

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
21	REVENUE FROM OPERATIONS		
(a)	SALES		
	(i) Sale of Products	20,099	18,931
	(ii) Sale of Services	87	73
	(iii) Other Operating revenues	3	8
	TOTAL REVENUE FROM OPERATIONS	20,189	19,012
22	OTHER INCOME		
	<u>Interest Income on</u>		
	Fixed Deposit	-	-
	other Deposit	9	15
	Total Interest Income (Total A)	9	15
	<u>Other Non Operating Income</u>		
	Exchange Rate Difference	2	36
	Notional Interest on Interest Free loan to employee	3	0
	Notional Gain on Flactuation of Investment	-	5
	Profit on sale of Investments	1	23
	Profit on sale of Property, Plant & Equipment	-	2
	Gain on termination of Lease	-	-
	Other Income	10	1
	Total Other Non Operating Income (Total B)	16	68
	TOTAL OTHER INCOME (Total A+B)	25	83
23	COST OF MATERIAL CONSUMED		
	Raw Material Consumed	14,371	13,405
	Packing Material Consumed	-	-
	TOTAL COST OF MATERIAL CONSUMED	14,371	13,405
24	CHANGES IN INVENTORIES		
	Opening Stock		
	Semi Finished Goods	196	107
	Finished Goods	757	735
	Closing Stocks		
	Semi Finished Goods	380	196
	Finished Goods	873	757
	TOTAL CHANGES IN INVENTORIES	-300	-111

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
25	EMPLOYEE BENEFIT EXPENSES		
	Salaries and wages	1,881	1,608
	Contribution to provident and other funds	95	74
	Staff welfare expenses	85	74
	TOTAL EMPLOYEE BENEFIT EXPENSES	2,061	1,756
26	FINANCE COST		
	<u>Interest Expense</u>		
	Bank Interest - C.C. 359	8	0
	Interest on Finance Lease	1	1
	<u>Other Borrowing Cost</u>		
	Bank Commission	14	14
	TOTAL FINANCE COST	23	15
27	OTHER EXPENSES		
	Consumption of stores and spare parts.	157	58
	Audit & Legal Fees	7	6
	Professional Fees	52	25
	Power and fuel	141	109
	Donation and CSR Expense	20	19
	Rent	7	5
	Repairs to machinery	93	88
	Insurance	18	17
	Rates and taxes, excluding, tax on Income	62	52
	Brokerage & Commission Exp.	178	236
	Job Work Exp.	674	754
	Transportation Exp.	256	300
	Expected Credit Loss	6	-
	Miscellaneous Expense	319	243
	TOTAL OTHER EXPENSES	1,990	1,912
28	TAX EXPENSES		
	<u>Current Tax</u>		
	Provision for current year	371	388
	Deferred Tax	73	167
	TOTAL TAX EXPENSES	444	555

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
	Reconciliation of Tax Expense and the Accounting Profit multiplied by India's Tax Rate	1,733	1,839
	Tax at the Indian tax of 25.168% (Previous Year 25.168%) Total (A)	436	463
	Tax effect of amount which are not deductible (taxable) in calculating taxable income :		
	CSR Expense	5	5
	Rent Expense as per Ind AS 116	0	0
	Other Expense Disallowed	7	-
	Deferred Tax Liability for the year (Other than OCI)	73	167
	Total (B)	85	172
	Tax effect of amount which are deductible (non taxable) in calculating taxable income :		
	Other Deduction	-28	-13
	Difference in tax rate on capital gain	-0	-2
	Depreciation Difference	-50	-65
	Total (C)	-78	-80
	Impact of change in tax rates, reversal of (short)/excess provisions and others	-	-
	Total Tax Expenses (A+B-C)	444	555
29	EARNING PER SHARE		
	Net profit as per statement of Profit & Loss	1,289	1,284
	Weighted average number of shares outstanding during the year (Nos)	100	100
	Earning Per Share (Basic and Diluted)	13	13
	Face Value Per Share (In Rs.)	10	10
30	CONTINGENT LIABILITY NOT ACKNOWLEDGED AS DEBT		
	Claims against company not acknowledged as debt (incl. disputed statutory dues)	-	69
	Guarantees\LC issued by bank on behalf of company	-	267
	Capital Commitment for Capital Work in Process	-	200
	TOTAL	-	536

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
31	LEASE		
	As a Lessee:		
	The company has entered into various lease agreements. The lease period can be extended beyond the agreed period at mutually acceptable terms and conditions. There are no restrictions placed upon the company by entering into these leases.		
	Future minimum rentals payable under operating lease are as follows:		
		31-Mar-23	31-Mar-22
	Within one year	7	10
	After one year but not more than five years	32	4
	More than five years	-	-
	Total	39	13
32	EXCHANGE DIFFERENCE GAIN/(LOSS) RECOGNISED IN STATEMENT OF PROFIT AND LOSS		
	Particulars	31-Mar-23	31-Mar-22
	Relating to export during the year as a part of sales / other Income	-	-
	Others	2	36
	Total	2	36
		31-Mar-23	31-Mar-22
	Export Trade receivable	-	-
	USD	-	-
	INR	-	-
	Import Trade Payable	-	0.21
	USD	-	16.49
	INR	-	-
	EURO	1.41	0.76
	INR	132.48	64.97
33	EMPLOYEE BENEFITS		
	A. Gratuity		
	The defined benefit obligation is calculated annually by actuaries using the projected unit credit method in conformity with the principles and manner of computation specified in Ind AS 19.		
	Particulars	31-Mar-23	31-Mar-22
	<u>Amount recognised in Balance Sheet</u>		
	Present Value of funded defined benefit obligation	111	114
	Present Value of Plan Asset	76	-
	Net funded obligation	35	114
	<u>Expense recognised in the statement of Profit & Loss</u>		
	Current Service Cost	15	14
	Past Service Cost	-	-
	Interest on net defined benefit liability /(assets)	7	7
	Total expense charged to profit & loss	22	21

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419			
Notes forming part of the Financial Statements:			
(Rs. in lakhs)			
Note No.	Particulars	March 31,2023	March 31,2022
	<u>Amount recorded as other comprehensive income</u>		
	Opening amount recognised in OCI outside profit & loss account	-	-
	<u>Remeasurements during the period due to</u>		
	Actuarial (gain)/losses on obligation for the period	12	2
	Actual return on plan assets less interest on plan assets	-	-
	Closing amount recognised in OCI outside profit & loss account	12	2
	<u>Reconciliation of net liability/(assets)</u>		
	Opening net defined benefit liability/(assets)	114	106
	Expense charged to profit & loss account	22	21
	Amount recognised outside profit & loss account	-12	-2
	Employer contributions	-90	-10
	Closing net defined benefit liability/(assets)	34	114
34	EMPLOYEE BENEFITS (Cont.)		
	<u>Movement in benefit obligation</u>		
	Opening of defined benefit obligation	114	106
	Current Service Cost	15	14
	Interest on defined benefit obligation	8	7
	Past Service cost	-	-
	<u>Remeasurements due to</u>		
	Actuarial Loss /(gain) arising from change in financial assumptions	-3	-6
	Actuarial Loss /(gain) arising on account of experience changes	-9	3
	Actuarial Loss /(gain) arising from change in demographic assumptions	-	-
	Benefits paid	-15	-10
	Closing of Defined benefit obligation	110	114
	Key actuarial assumptions	31-Mar-23	31-Mar-22
	Discount rate (p.a)	7.24%	7.24%
	Rate of increase in Compensation levels	12.00%	12.00%
	Level of Mortality	We have used 100% of industry mortality table IALM 2012-14 for this valuation	We have used 100% of industry mortality table IALM 2012-14 for this valuation
	Sensitivity Analysis		
	The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.		
	The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.		
	Liabilities are very less sensitive due to change in mortality assumptions. Hence,sensitivities due to change in mortality are ignored.		
	Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet. There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.		

Macpower CNC Machines Ltd.
CIN: L30009GJ2003PLC043419

Notes forming part of the Financial Statements:

(Rs. in lakhs)

Note No.	Particulars	March 31,2023	March 31,2022
34	EMPLOYEE BENEFITS (Cont.)		
	Particulars	Current Period	Previous Period
	Projected Benefit Obligation on Current Assumptions	110	114
	Delta Effect of +0.5% Change in Rate of Discounting	-5	-6
	Delta Effect of -0.5% Change in Rate of Discounting	6	6
	Delta Effect of +1% Change in Rate of Salary Increase	11	11
	Delta Effect of -1% Change in Rate of Salary Decrease	-10	-10
	Delta Effect of +5% Change in Rate of Employee Turnover	-15	-15
	Delta Effect of -5% Change in Rate of Employee Turnover	29	31

B. Provident Fund

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes contribution payable to the provident fund scheme as an expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

Macpower CNC Machines Ltd.
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Notes forming part of the Financial Statements

35 DISCLOSURE OF TRANSACTION WITH RELATED PARTIES AS REQUIRED BY THE INDIAN ACCOUNTING STANDARD-24

a List of related parties and relationship

The Management has identified the following entities and individuals as related parties of the Group for the year ended 31st March, 2023 and 31st March, 2022 for the purpose of reporting as per Ind AS 24 - Related Party Disclosure which are as under:-

Enterprise under common control

- i. Modern Machine Tools
- ii. Macpower Industries
- iii. Macpower CNC Machines LTD
- Employees Gratuity Trust

Key Managerial Persons

- i. Rupesh J. Mehta Managing Director
- ii. Nikesh J. Mehta Whole -time Director & Chief Executive Officer
- iii. Rajnikant Raja CFO
- iv. Kishor Kikani CS
- v. Maulik Mokariya Independent Director
- vi. Rajubhai Bhandari Independent Director
- vii. Devan Doshi Independent Director

(Rs. In lakhs)

Name of related party and nature of relationship			Nature of transaction	2022-23			2021-22		
				Transaction Value	Outstanding amount in Balance	Dr./Cr.	Transaction Value	Outstanding amount in Balance Sheet	Dr./Cr.
	Mr. Rupesh J. Mehta	Managing Director	Short Term Benefit	39	3	Cr.	52	3	Cr.
				39	3		52	3	
	Mr. Nikesh J. Mehta	Director	Short Term Benefit	24	2	Cr.	44	-	Cr.
				24	2		44	-	
	Rajnikant M Raja	CFO	Short Term Benefit	10	1	Cr.	8	1	Cr.
				10	1		8	1	
	Sagar Rajyguru	CS	Short Term Benefit	-	-		3	-	Cr.
				-	-		3	-	
	Kishor Kikani	CS	Short Term Benefit	4	0	Cr.	1	0	Cr.
				4	0		1	0	
	Modern Machine Tools (Prop. Raxaben Mehta)	Relative of Director	Purchase of Machine Parts & Tools Sales	14	1	Cr.	35	0	Cr.
				2			-		
				15	1		35	0	

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419								
Notes forming part of the Financial Statements								
Macpower Industries (Prop. Mr. Rupesh J. Mehta)	Managing Director	Purchase of Machine Parts & Tools	10	10	Cr.	14	-	Cr.
		Sales	0					
			10	10		14	-	
35 DISCLOSURE OF TRANSACTION WITH RELATED PARTIES AS REQUIRED BY THE INDIAN ACCOUNTING STANDARD-24 (Cont.)								
<p>All Related Party Transactions entered during the year were in ordinary course of the business and on arm's length basis and amount showing inclusive of tax. Outstanding balances at the year-end are unsecured and settlement occurs in cash.</p> <p>There have been no guarantees provided or received for any related party receivables or payables. For the year ended 31st March, 2023, the Group has not recorded any impairment of receivables relating to amounts owed by related parties (2021-22: `Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.</p>								
36 FINANCIAL RISK MANAGEMENT								
<p>Board of Directors oversees Risk Management Framework and monitors Company's risk management policies. The risk management policies are established to ensure timely identification and evaluation of risks, setting acceptable risk thresholds, identifying and mapping controls against these risks, monitor the risks and their limits, improve risk awareness and transparency. Risk management policies and systems are reviewed regularly to reflect changes in the market conditions and the Company's activities to provide reliable information to the Management and the Board to evaluate the adequacy of the risk management framework in relation to the risk faced by the Company.</p>								
(Rs. in lakhs)								
Financial Assets & Liabilities								
Particulars	31-Mar-23			31-Mar-22				
	FVOCI	FVTPL	Amortised Cost	FVOCI	FVTPL	Amortised Cost		
Financial Assets								
Investment in Mutual Fund		500	-	-	465	-		
Trade Receivable		-	1,275	-	-	597		
Cash & Cash Equivalents		-	382	-	-	699		
Loans to Staff		-	22	-	-	17		
Investment in Fixed Deposits		-	135	-	-	157		
Other Investment		-	-	-	-	5		
Other Income Receivable		-	-	-	-	-		
Total Financial Assets		500	1,815	-	465	1,476		
Financial Liabilities								
Trade Payable		-	2,812	-	-	4,135		
Lease Liability		-	39	-	-	13		
Total Financial Liabilities		-	2,851	-	-	4,148		

Macpower CNC Machines Ltd.
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Notes forming part of the Financial Statements

36 FINANCIAL RISK MANAGEMENT (Cont.)

Fair Value Hierarchy: -

The table below analysis financial instruments at fair value, by valuation method. The different levels have been identified as follows:

Level 1: - Quoted prices in active markets for identified assets or liabilities.

Level 2: - Inputs other than quoted prices included with level 1 that are observable for the assets or liability, other directly (i.e.as prices) or indirectly (i.e. derived from prices.)

Level 3: - Inputs for the assets or liabilities that are not based on observable market data (underrated inputs)

(Rs. in lakhs)

Financials	Level - 1	Level - 2	Level - 3
Investment in Mutual Fund (2023)	500.00	-	-
Investment in Mutual Fund (2022)	465.00	-	-

The risk management policies aims to mitigate the following risks arising from the financial instruments:

- 1 Market Risk
- 2 Credit Risk
- 3 Liquidity Risk

1 Market Risk

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

The Company seeks to minimize the effects of these risks by using financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the Board of Directors, which provide written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the Management and the internal auditors on a continuous basis. The Company does not enter into or trade financial instruments, including derivatives for speculative purposes.

2 Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk encompasses both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration risks. Company's credit risk arises principally from the trade receivables, loans, investments in debt securities, cash & cash equivalents, derivatives and financial guarantees. Company has a policy to get the collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Macpower CNC Machines Ltd.
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Notes forming part of the Financial Statements

36 FINANCIAL RISK MANAGEMENT (Cont.)

a) Trade Receivables

Customer credit risk is managed centrally by the Company and subject to established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating scorecard and individual credit limits defined in accordance with the assessment. Trade receivables consist of a large number of customers spread across diverse industries and geographical areas with no significant concentration of credit risk. The outstanding trade receivables are regularly monitored and appropriate action is taken for collection of overdue receivables. To mitigate credit risk from trade receivables, the company has adopted a policy of despatching machines only on receiving full amount unless to Government department or dealing with creditworthy parties exceptionally. The history of trade receivables shows a negligible allowance for bad and doubtful debts.

During the year company has identified disputed trade receivable. However company is considering it good and expecting full recovery of amount considering past transactions experience of customer with the company.

b) Loans and investment in debt securities

The Company's centralized treasury function manages the financial risks relating to the business. The treasury function focuses on capital protection, liquidity and yield maximization. Investments of surplus funds are made only in approved counterparties within credit limits assigned for each of the counterparty. Counterparty credit limits are reviewed and approved by the Company. The limits are set to minimize the concentration of risks and therefore mitigate the financial loss through counterparty's potential failure to make payments.

c) Cash and cash equivalents

Credit risks from balances with banks and financial institutions are managed in accordance with the Company policy.

3 Liquidity Risk

Liquidity risk refers to the risk of financial distress or extraordinary high financing costs arising due to shortage of liquid funds in a situation where business conditions unexpectedly deteriorate and requiring financing. The Company requires funds both for short term operational needs as well as for long term capital expenditure growth projects. The Company generates sufficient cash flow for operations, The Company has established an appropriate liquidity risk management framework for the management of the Company's short, medium and long-term funding and liquidity management requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value.

The Company monitors its capital using gearing ratio. The funding requirements are met largely through internal accruals, income generated from its investments.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2022 and 31 March 2021.

36 FINANCIAL RISK MANAGEMENT (Cont.)

Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419				
Notes forming part of the Financial Statements				
4 Maturities of financial liabilities (Rs. In lakhs)				
Particulars	Less than & equal to 1 Year	More than to 1 Year & Less than 5 year	More than 5 Years	Total
As on 31 March 2023				
Borrowings	-	-	-	-
Trade Payable	2,812	-	-	2,812
Other Financial Liabilities	-	-	-	-
As on 31 March 2022				
Borrowings	-	-	-	-
Trade Payable	4,098	37	-	4,135
Other Financial Liabilities	-	-	-	-
5 Foreign Exchange				
The Company's exposure to foreign currency risk at the end of the reporting period:				
	USD in Lakhs.			
Particulars	31-Mar-23		31-Mar-22	
	Foreign Currency	INR	Foreign Currency	INR
Receivables		-	-	-
Trade Payables USD	-	-	0.21	16.49
Euro	1.41	132.48	0.76	64.97
Sensitivity Analysis				
The following table demonstrates the sensitivity to a reasonably possible change in the exchange rates, with all other variables held constant:				

Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419					
Notes forming part of the Financial Statements					
36 FINANCIAL RISK MANAGEMENT (Cont.)					
Particulars		Currency	Change in Rate	Effect on PBT	Effect on Pre-Tax Equity
	Year Ended 31st March 2022	USDs	(+/-)10%	-	-
	Year Ended 31st March 2022	Euros	(+/-)10%	13.25	13.25
	Year Ended 31st March 2021	USDs	(+/-)10%	1.65	1.65
	Year Ended 31st March 2021	Euros	(+/-)10%	6.50	6.50
If the change in rates decline by a smiliar percentage, there will be opposite impact of similar amount on Profit Before Tax and Pre-Tax Equity.					
The sensitivity analysis is unrepresentative of the inherent foreign exchange risk because the exposure at the end of the reporting period does not reflect the exposure during the year.					
37 Others					
(i) Previous year figures are regrouped, re arranged & re casted wherever necessary.					
(ii) Auditors Remuneration					
Auditors remuneration consist of following (Rs. In lakhs)					
Particulars		Year Ended March 31,2023	Year Ended March 31,2022		
Statutory Audit Fees		3	3		
(iii) Break up of CSR Expenditure (Rs. In lakhs)					
	Particulars	Year Ended March 31,2023	Year Ended March 31,2022		
	a. Amount required to be spent by the company during the year	19	19		
	b. Amount of expenditure incurred on:	-	-		
	(i). Construction/acquisition of any asset - -	-	-		
	(ii) On purposes other than (i) above	20	19		
	c. Shortfall at the end of the year	-0	-		
	d. Total of previous years shortfall	-	-		
	e. Reason for shortfall	N.A	N.A		
	f. Nature of CSR activities		i. Development of Skill and knowledger of general public		
	g. Details of related party transactions in relation to CSR expenditure as per relevant Accounting Standard :	No such transaction with related party	No such transaction with related party		

Macpower CNC Machines Ltd.
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Notes forming part of the Financial Statements

37 Others (Cont.)

- (iv) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (v) There were no material changes and commitments affecting the financial position of the Company which occurred between the end of the financial year to which this financial statement relates on the date of this Integrated Annual Report.


Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419									
Notes forming part of the Financial Statements									
37	Others								
(v)	Ratios								
Ratio	Numerator	/	Denominator	Units	2022-23	2021-22	Change	Reasons in case of change is more than 25%	
Current Ratio	Current Assets	/	Current Liability	Times	2.25	1.85	22%	-	
Debt-Equity Ratio	Debt	/	Equity	is to	0	0	0%	-	
Debt Service Coverage Ratio	Net Operational Income	/	Total Debt Service	Times	0	0	0%	-	
Return on Equity Ratio	Earning After Tax	/	Shareholders' Fund	%	13.44%	15.18%	-11%	-	
Inventory turnover ratio	Cost of Goods Sold	/	Average Stock	Times	1.92	1.95	-2%	-	
Trade Receivables turnover ratio	Revenue from Operation	/	Average Trade Receivable	Times	21.56	38.93	-45%	During the year proportion of sales to Government & Semi-government organisation in comparison to Non-government buyer is more. Credit period of the sales to Government & Semi-government organisation remains on higher side, ratio in question is increased substantially in comparison with previous year.	
Trade payables turnover ratio	Credit Purchase	/	Average Trade Payable	Times	4.70	3.94	19%	-	
Net capital turnover ratio	Total Sales	/	Shareholders' Fund	Times	2.09	2.25	-7%	-	
Net profit ratio	Net Profit	/	Sales	%	6.39%	6.74%	-5%	-	


Macpower CNC Machines Ltd. CIN: L30009GJ2003PLC043419								
Notes forming part of the Financial Statements								
37	Others							
(v)	Ratios							
Ratio	Numerator	/	Denominator	Units	2022-23	2021-22	Change	Reasons in case of change is more than 25%
Return on Capital employed	Earning before Interest and Tax	/	(Total Assets - Total Current Liability)	%	17.71%	21.30%	-17%	-
Return on investment	Earning After Tax	/	Average Total Assets	%	31.01%	32.61%	-5%	-



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