

LEXUS GRANITO (INDIA) LIMITED

15th ANNUAL REPORT
2022-23



CONTENTS

Company Snapshot

About us

01

Company Overview

02

Vision, Mission and Values

03

Manufacturing Facility

04

Our Collection

05

Message to Shareholders

06

Corporate Information

07

Board's Committee

08

Board of Directors

09-10

Key Managerial Personnel

11

Ownership Structure & Export and Domestic Sales

12

Statutory Reports

Notice of AGM

13-35

Director's Report & Annexures

36-96

Financial Statements

Independent Auditor's Report

97-108

(Standalone)

Balance Sheet

109

Statement of Profit and Loss

110

Cash Flow Statement

111-112

Statement of Change in Equity

113

Notes to Financial Statements

114-168

ABOUT US



Lexus Granito (India) Limited is a leading manufacturer & supplier of Polished Glazed Vitrified Tiles, Glazed Vitrified Tiles and digital wall tiles for the domestic and international markets.

The LEXUS GROUP is recognized for its exquisite new collections which bears the exceptionality of high definition digital printing. We have quality since long and for eternity. We believe in uninterrupted modernization and consolidation of service. Being a prominent exporter and supplier, our accessibility, unswerving supply and sensible pricing charms national and international clients bearing in mind that our ceramic products are premium in all aspects.

At Lexus we understand the changing needs of ceramic industry from Elegant Wall Tiles & Floor Tiles to decorative elevation tiles. With our technology advancements many new tile designs and tile applications are available for both home owner and commercial facilities situated in the nation as well as at international entity. This is a promise that here a wide range of excellent and designer entities will amaze you in all that way.

COMPANY OVERVIEW

The manufacturing facility of Lexus Granito (India) Limited is situated at Morbi, Gujarat and is spread over more than 4 hectares. Our manufacturing facility is well equipped with requisite plant and machineries and other facilities. We also have an in-house laboratory, enabling the company to develop new colors, besides facilitating conducting of tests and analysis of various products. Our quality system with respect to manufacture of our products has been ISO 9001:2008 certified. Further we have also been issued Certificate of Compliance by UK Certification & Inspection Ltd for our quality systems covering the design, manufacture and final inspection of the products. We manufacture and market our products under the brand name —**LEXUS**.

12 million
m²

Annual
Production
Capacity

110000 m²

Land Area
of
Production
Facility

35+

Export
Country

8+

Size

The Company has carved a niche for itself in the industrial shoe/ uppers segment both internationally and in the domestic market. The quality of the Company's products and services provided is well recognized. Embarking on this strength we are constantly working towards expanding the market for Company's products to other countries apart from our present work areas.

VISION MISSION & VALUES

VISION

Be a company possessing expertise in quality work, providing varieties in products as per customer demand with overseas clientele

MISSION

Creating wealth maximization along with Profit maximization for society, shareholders, employees along with an approach to deliver excellent and timely services to our customers

VALUES

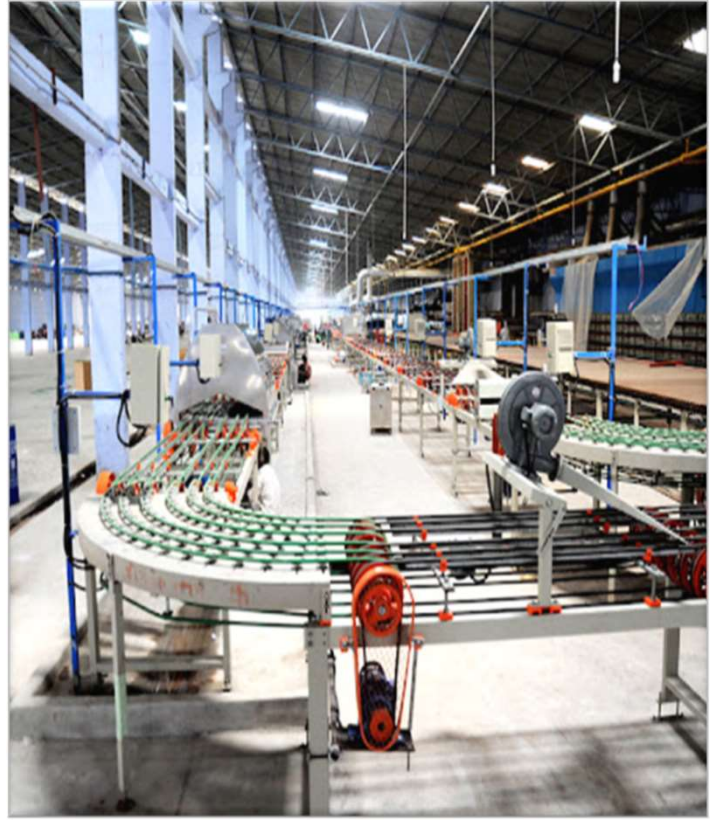
Passion: Passion is at the heart of our company. We are continuously moving forward, innovating, and improving.

Leadership: The courage to shape a better future

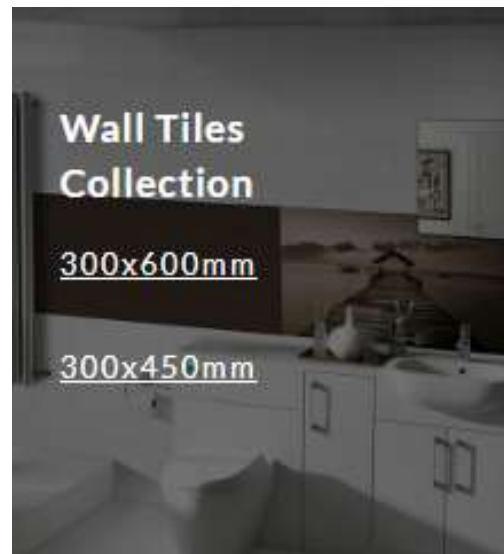
Connectivity over the globe: Exporting in many different countries

Integrity: Integrity and Honestly in our dealings

MANUFACTURING FACILITY



OUR COLLECTION



Vitrified Tiles Application



Living Room Floor Tiles



Kitchen Floor Tiles



Bathroom Floor Tiles



Commercial Spaces



Bedroom Floor Tiles



Outdoor Floor Tiles

Wall Tiles Application



Bathroom Wall Tiles



Kitchen Wall Tiles



Living Room Wall Tiles



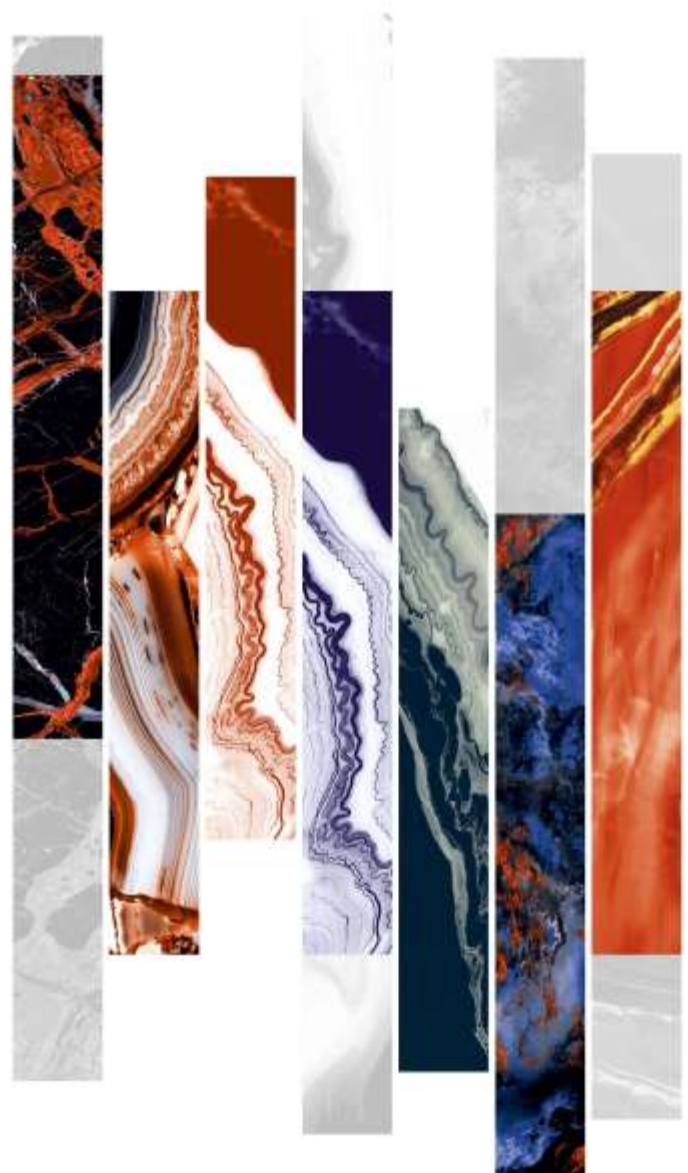
Outdoor Wall Tiles



Bedroom Wall Tiles



Commercial Spaces



MESSAGE TO SHAREHOLDERS



Anilkumar Babulal Detroja
Chairman and Managing Director

Dear Shareholders,

Being a prominent exporter and supplier, our accessibility, unswerving supply and sensible pricing charms national and international clients bearing in mind that our ceramic products are premium in all aspects.

The industry enjoys the unique distinction of being exceedingly indigenous with an abundance of raw materials, technical skills, infrastructural facilities despite being reasonably capital intensive.

We believe that adversity is the best teacher as it eliminates complacency, challenges capabilities and presents unexplored opportunities. We must assure shareholders that we are using this downturn to build capabilities and capitalise on the next rebound, enhancing revenues, profits and shareholder value.

We take this opportunity to extend our gratitude to our valued customers, partners, suppliers, employees, dealers and sub-dealers, shareholders, bankers for the support, encouragement and motivation extended to us. We also thank our colleagues on the Board for their valuable advice and guidance.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Chairman and Managing Director

Mr. Anilkumar Babulal Detroja

Whole Time Directors

Mr. Hitesh Babulal Detroja

Mrs. Dimpalben Anilbhai Detroja

Independent Directors

Mr. Jitendrabhai Chandulal Lakhtariya

Mr. Rakesh Jayantilal Amrutiya

Mr. Sagarbhai Rasikbhai Jasani

SECRETARIAL AUDITOR

M/s Manisha Godara & Associates

REGISTRAR & SHARE TRANSFER AGENT

Big Share Services Private Limited

Office No S6-2, 6th floor Pinnacle Business Park,
Next to Ahura Centre, Mahakali Caves Road,
Andheri (East) Mumbai - 400093, India

Tel: +91 226263 8200

Fax +91 22 6263 8299

Email ipo@bigshareonline.com

Website: www.bigshareonline.com

Investor Grievance Id: investor@bigshareonline.com

KEY MANAGERIAL PERSONNEL

Chief Financial Officer

Mr. Ishwarbhai Keshavjibhai Sanghani
(till 26.08.2023)

Mr. Pravinbhai G Patel (from 26.08.2023)

Compliance Officer & Company Secretary

Ms. Kirti Goyal (till 01.09.2023)

Ms. Preeti Agarwal (from 01.09.2023)

COMPANY DETAILS

Registered Office

Lexus Granito (India) Limited

Survey No. 800, Opp. Lakhdhirpur Village,
Lakhdhirpur Road, N. H. 8A, Tal. Morbi,
Lakhdhirpur, Rajkot 363642, Gujarat, IN

Telephone +91 7567500110

Email: cs@lexustile.com

Website: www.lexusgranito.com

CIN: L26914GJ2008PLC053838

PRINCIPAL BANKER

State Bank of India

BOARD COMMITTEE

AUDIT COMMITTEE

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Rakesh Jayantilal Amrutiya

Mr. Anilkumar Babulal Detroja

STAKEHOLDER'S

RELATIONSHIP COMMITTEE

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Hitesh Babulal Detroja

Mrs. Dimpalben Anilbhai Detroja

NOMINATION AND REMUNERATION COMMITTEE

Chairman

Mr. Jitendrabhai Chandulal Lakhtariya

Members

Mr. Sagarbhai Rasikbhai Jasani

Mr. Rakesh Jayantilal Amrutiya

CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Chairman

Mr. Anilkumar Babulal Detroja

Members

Mr. Jitendrabhai Chandulal Lakhtariya

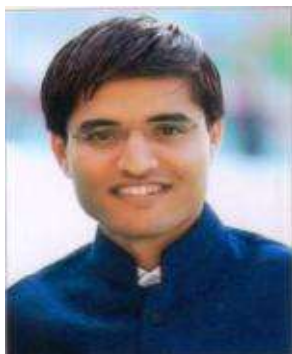
Mr. Hitesh Babulal Detroja

BOARD OF DIRECTORS



Anilkumar Babulal Detroja
(Chairman & Managing Director)

- He has an experience of more than ten years in this industry and has been key person in formulating and implementation of business strategy for growth & expansion.
- He looks after financial affairs of the Company.



Hitesh Babulal Detroja
(Whole Time Director)

- He has an experience of more than ten years in the ceramic industry and is entrusted with the responsibility to look after the marketing and administration department of our Company.
- He also looks after the export operations of our Company.



Dimpalben Anilbhai Detroja
(Whole Time Director)

She looks after the Human Resource Department of the Company and also manages the approvals required from the regulatory authorities from time to time.

BOARD OF DIRECTORS



Jitendrabhai Chandulal Lakhtariya
(Independent Director)

He has over 14 years of experience in operational areas of an organisation. He has done B.P.ed from Saurashtra University in the year 2010. He has prior experience of handling the Banking related activities



Rakesh Jayantilal Amrutiya
(Independent Director)

Mr. Rakesh has done his graduation in B.Sc (Chemistry) from Saurashtra University and has 15 years of experience in functional area of an organisation



Mr. Sagarbhai Rasikbhai Jasani
(Independent Director)

Mr. Sagarbhai Rashikbhai Jasani has completed his higher secondary education in Science stream from Gujarat Secondary and Higher Secondary Board, Gandhinagar and works in Varmora Granito Private Limited in the department of Production, Dispatch and Administration.

KEY MANAGERIAL PERSONNEL



Mr. Pravinbhai G Patel
(Chief Financial officer)

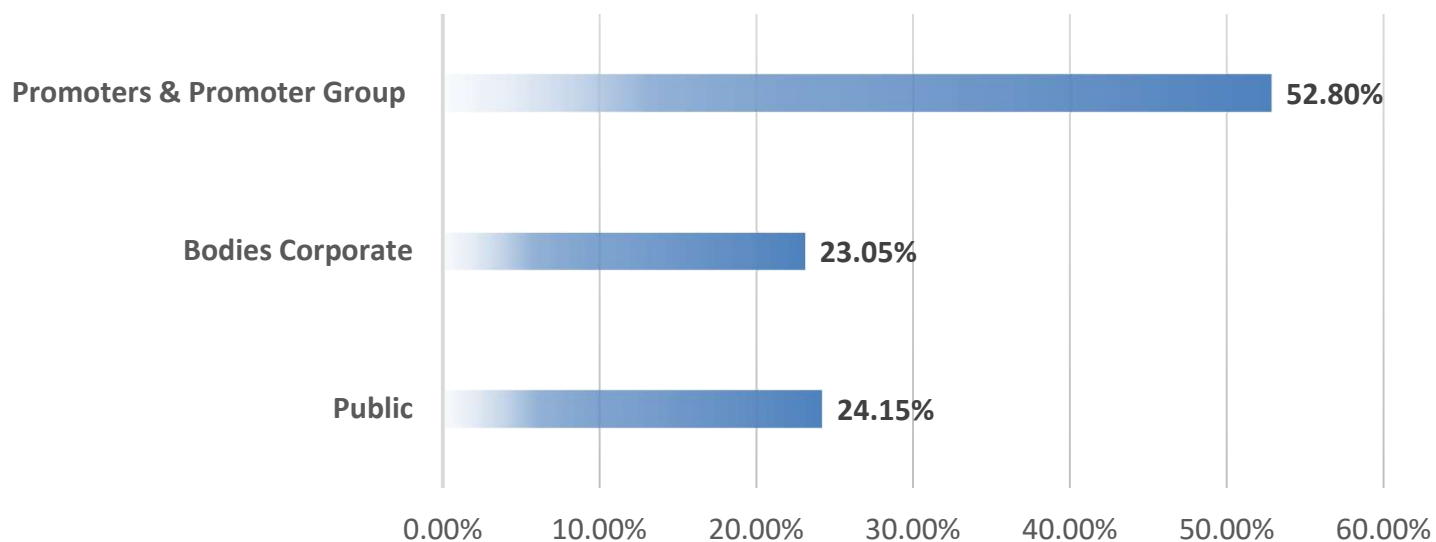
He is the Chief Financial Officer of our Company with effect from August 26, 2023. He is responsible for looking after accounting, finance and taxation of our Company.



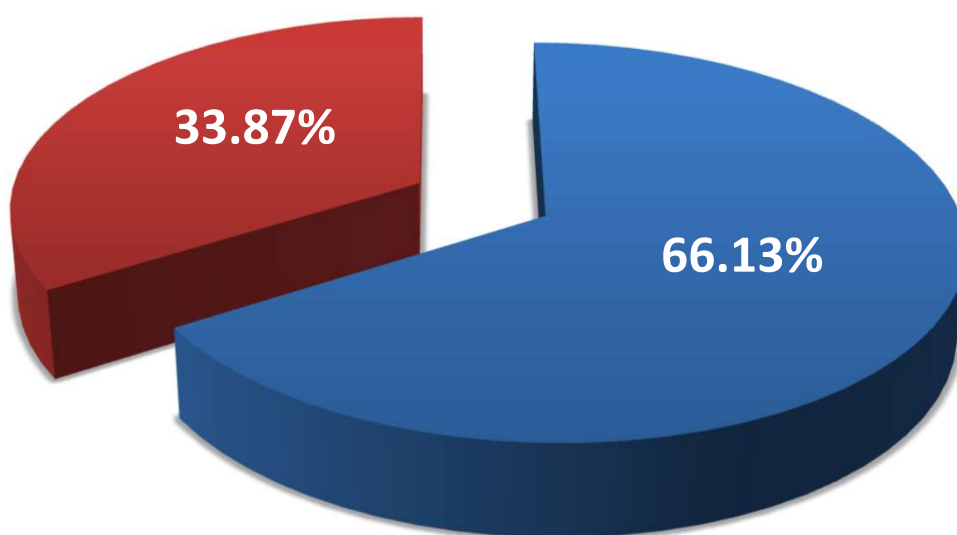
Ms. Preeti Agarwal
(Company Secretary)

Ms. Preeti Agarwal is a member of Institute of Company Secretaries of India. She also possesses dual qualifications of CMA and MBA (Finance). She has about 10 years of experience across the entire spectrum of legal and secretarial practice. She will look after the legal, Secretarial and Compliance Department of our Company. Ms. Preeti Agarwal has been appointed as Company Secretary-cum-Compliance officer of the Company w.e.f. September 1, 2023

OWNERSHIP STRUCTURE



EXPORT AND DOMESTIC SALES



■ Domestic Sales ■ Export Sales

NOTICE OF 15TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 15TH ANNUAL GENERAL MEETING (AGM) OF THE MEMBERS OF LEXUS GRANITO (INDIA) LIMITED (THE COMPANY) WILL BE HELD ON FRIDAY THE 29TH DAY OF SEPTEMBER, 2023 AT 01:00 P.M. THROUGH VIDEO CONFERENCE (VC)/OTHER AUDIO-VISUAL MEANS (OAVM) TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

Item No: 1 Adoption of Audited Standalone Financial Statements:

To consider and adopt the Audited Standalone Financial Statements of the Company for the year ended March 31, 2023 together with the reports of the Board of Directors and Auditors thereon;

“RESOLVED THAT the Audited Standalone Financial Statements of the Company for the Financial Year ended March 31, 2023 together with the reports of Board and Auditors thereon be and hereby considered and adopted.”

Item No: 2 Re-Appointment of Directors liable to retire by rotation:

To re-appoint Director Mr. Hitesh Babulal Detroja (DIN: 02760273) who is liable to retire by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment;

“RESOLVED THAT pursuant to the provisions of the Articles of Association of the Company read with Section 152 and other applicable provisions, if any, of the Companies Act, 2013, **Mr. Hitesh Babulal Detroja (DIN: 02760273)** who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

Item No: 3 To appoint M/s. Keyur Shah & Associates, Chartered Accountants, Ahmedabad as Statutory Auditor for a term of five years:

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

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and Companies (Audit and Auditors) Rules, 2014, including any statutory modifications or re-enactment thereof, as amended from time to time, pursuant to the recommendation of the Audit Committee and the Board of Directors, the consent of the Members of the Company be and is hereby accorded to appoint **M/s. Keyur Shah & Associates, Chartered Accountants, Ahmedabad (FRN: 333288W)**, as the Statutory Auditors of the Company in place of **M/s Ashok Holani & Co., Chartered Accountants, Jaipur (FRN: 009840C)** for a term of five years to hold office from the conclusion of 15th Annual General Meeting until the conclusion of the 20th Annual General Meeting of the Company to be held in the year 2028 at a remuneration of such sum as may be fixed by the Board of Directors plus service tax and reimbursement of out of pocket expenses as may be incurred in the performance of their duties.”

“RESOLVED FURTHER THAT the Board of Directors be and are hereby authorized to do all such acts, deeds and things and execute all such documents, instruments as may be required.”

SPECIAL BUSINESS:

Item No: 4 To consider and approve conversion of unsecured loan into equity shares on preferential basis which shall rank pari-passu with the existing shares of face value of Rs. 10/- each

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

“RESOLVED THAT pursuant to the provisions of Section 42, Section 62(1)(c) and all other applicable provisions, if any, of the Companies Act, 2013 read with the relevant rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) (“the Act”) and in accordance with the relevant provisions of the Memorandum of Association and Articles of Association of the Company and in accordance with the provisions of Chapter V (Preferential Issue) as contained in the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (“SEBI ICDR Regulations”), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“SEBI LODR Regulations”), the Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeover) Regulations, 2011 as amended and the rules/regulations/guidelines/notifications/circulars issued thereunder and any other rules, regulations, guidelines, notifications, circulars and clarifications issued thereon from time to time by the Government of India, the Securities and Exchange Board of India (“SEBI”) and subject to such conditions and modifications as might be prescribed while granting such approval, consents, permissions and sanctions and which terms may be agreed to by the Board of Directors of the Company (hereinafter referred to as the “Board”, which term shall be deemed to include any Committee which the Board may have constituted or may hereinafter constitute to exercise its powers including the powers conferred hereunder) and subject to any other alterations, modifications, conditions, corrections, changes and variations that may be decided by the Board in its absolute discretion, the consent of members of the Company be and is hereby accorded to create, offer, issue and allot from time to time, in one or more tranches on preferential basis (Preferential Issue) to the following promoter and promoter group categories of persons of the Company upto maximum of **10,00,000 (Ten Lacs) equity shares of face value of Rs. 10/- (Rupees Ten Only) each, at a price of Rs. 54/- per equity share (including a premium of Rs. 44/- per Equity Share)** or such price not less than the price to be calculated in accordance with Chapter V of SEBI (ICDR) Regulations, **aggregating to Rs. 5,40,00,000/- (Rupees Five Crores Forty Lacs Only)** upon the conversion of unsecured loan outstanding as on **26th August, 2023** of the proposed Allottees.”

Sr. No.	Name of the proposed Allottees	Permanent Account Number	No. of Equity Shares to be issued	Total Amount (in Rs.)
1.	Anilbhai Babubhai Detroja	AIPPD4794F	500000	27000000
2.	Nilesh Babubhai Detroja	AJEPD1127E	200000	10800000
3.	Hitesh Babulal Detroja	AKIPD3199B	200000	10800000
4.	Babulal Mahadevbhai Detroja	ABMPD7257P	100000	5400000
	TOTAL		1000000	54000000

“RESOLVED FURTHER THAT the pricing of the Equity Shares allotted will be in accordance with SEBI (ICDR) Regulations with reference to the “Relevant date”. The ‘Relevant Date’ for the purpose of calculating the price of Equity Shares to be issued in terms hereof shall be **Tuesday, August 29, 2023**, being the date 30 days prior to **September 29, 2023 i.e., the date of passing of special Resolution** to approve the proposed preferential issue.

“RESOLVED FURTHER THAT without prejudice to the generality of the above, the Issue of Equity Shares shall be subject to following terms:

- I. That the said Equity Shares shall be issued and allotted by the Company to Proposed Allottees within a period of 15 (Fifteen) Days from the date of passing of this resolution provided that where the allotment of the said Equity Shares is pending on account of delay of any approval for such allotment by any regulatory authority or the Central Government, the allotment shall be completed within a period of 15 (Fifteen) days from the date of such approval.
- II. The Equity Shares to be so allotted shall be in dematerialized form and shall be subject to the provisions of the Memorandum of Association and Articles of Association of the Company and shall rank pari-passu in all respects including dividend, with the existing Equity Shares of the Company.
- III. The Equity Shares allotted shall be subject to a lock in for such period as specified under Chapter V of SEBI (ICDR) Regulations relating to Preferential Issue and the Equity Shares so offered, issued and allotted will be listed on stock exchanges where the existing Equity Shares are listed subject to the receipt of necessary regulatory permissions and approvals, as the case may be.

“RESOLVED FURTHER THAT for the purpose of giving effect to the above, the Board be and is hereby authorized to do all such acts, matters, deeds and things as it may in its absolute discretion deem necessary, desirable and expedient for such purpose, including without limitation, issuing clarifications on the offer, issue and allotment of the Equity Shares and listing of Equity Shares at the Stock Exchange as per the terms and conditions of SEBI (LODR) Regulations and other applicable Guidelines, Rules and Regulations, to execute the necessary documents and enter into contracts, arrangements, documents (including appointment of agencies, intermediaries and advisors for the Preferential Issue), resolving all questions or doubts that may arise with respect to the offer, issue and allotment of Equity Shares, and to authorize all such persons as may be deemed necessary, in connection therewith and incidental thereto as the Board in its absolute discretion shall deem fit without being required to seek any fresh approval of the shareholders of the company and that the decision of the Board shall be final and conclusive.”

“RESOLVED FURTHER THAT subject to SEBI Regulations and other applicable laws, the Board be and is hereby authorized to decide and approve terms and conditions of the issue of above-mentioned Equity Shares and to vary, modify or alter any of the terms and conditions, including size of the issue, as it may deem expedient.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to delegate all or any of the powers herein conferred to any Committee of the Board or any Director (s) or officer(s) of the Company and to generally do all such acts, deeds and things as may be required in connection with the aforesaid resolutions, including making necessary fillings with the Stock Exchanges and Regulatory Authorities and execution of any documents on behalf of the Company and to represent the Company before any governmental authorities and to appoint any Merchant bankers or other Professional Advisors, Consultants and Legal advisors to give effect to the aforesaid resolution.”

“RESOLVED FURTHER THAT all actions taken by the Board in connection with any matter(s) referred to or contemplated in any of the foregoing resolutions be and are hereby approved, ratified and confirmed in all respects.”

**By the Order of the Board
For Lexus Granito (India) Limited**

**Sd/-
Anilkumar Babulal Detroja
(Chairman and Managing Director)
DIN: 03078203**

Date: 26.08.2023

Place: Morbi

IMPORTANT NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The relevant details, pursuant to Regulations 26(4) and 36(3) of the Listing Regulations and Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking re-appointment at this AGM is annexed.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at <http://lexusgranito.com/>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. National Stock Exchange of India Limited at www.nseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com

8. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.
9. Institutional/Corporate Shareholders (i.e. other than Individuals/HUF, NRI, etc) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc. authorizing its representative to attend the AGM through VC /OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to cs@lexustile.com
10. The Register of Members and Share Transfer Books of the Company will remain closed from **Friday, 22nd September, 2023 to Friday, 29th September, 2023** (both days inclusive).
11. The Securities and Exchange Board of India (SEBI) vide its Circular No. CIR/MRD/DP/10/2013 dated March 21, 2013 has mandated all Companies to use approved electronic mode of payment for making cash payments such as dividend to the Members (where core banking details are available) or to print the bank account details of the Members (as per the Company's records) on the physical payment.
12. Hence, the Members are requested to furnish/update their bank account name & branch, bank account number and account type along with other core banking details such as MICR (Magnetic Ink Character Recognition), IFSC (Indian Financial System Code) etc. at the earliest with:
 - i. The respective Depository Participants (DP) (in case of the shares held in Electronic Mode) or;
 - ii. The Registrar & Share Transfer Agent of the Company (R&T Agent) (in case of the shares held in Physical form).
13. Members holding shares in Demat mode may kindly note that any request for change of address or change of E-mail ID or change in bank particulars/mandates or registration of nomination are to be instructed to their Depository Participant only, as the Company or its Registrar & Share Transfer Agent cannot act on any such request received directly from the Members holding shares in Demat mode. However, Members holding shares in physical mode are requested to notify the Registrar & Share Transfer Agent of the Company of any change in their address and e-mail id as soon as possible.
14. Members are requested to contact the Company's Registrar & Share Transfer Agent Bigshare Services Private Limited ("Bigshare" or "Registrar & Share Transfer Agent") having address at Office No S6-2, 6th floor Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093, India; Tel.: (022) 62638200 Email id: admission@bigshareonline.com; Website: www.bigshareonline.com for reply to their queries/redressal of complaints, if any, or contact Ms. Kirti Goyal , Company Secretary at the Registered Office of the Company (Phone No.: +91 2822 302330-33; Email: cs@lexustile.com).
15. To support the "Green Initiative" Members who have not yet registered their email addresses are requested to register the same with their DPs in case the shares are held by them in electronic form and with Bigshare in case the shares are held by them in physical form. In compliance with the aforesaid MCA Circulars and SEBI Circular dated May 12, 2020, Notice of the AGM along with the Annual Report 2022-23 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and

Annual Report 2022-23 will also be available on the Company's website <http://www.lexusgranito.com/>, website of the Stock Exchanges i.e. National Stock Exchange of India Limited <https://www.nseindia.com/> and on the website of NSDL www.evotingindia.com

16. 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, IFS Code, etc., to their DPs in case the shares are held by them in electronic form and to Bigshare in case the shares are held by them in physical form.
17. The Cut-off date for determining the names of shareholders eligible to get Notice of Annual General Meeting is **Friday, 01st September, 2023.**
18. As per Regulation 40 of SEBI Listing Regulations, as amended, Securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrar and Share Transfer Agent, Bigshare Services Private Limited ("Bigshare") for assistance in this regard.
19. The Shareholders, seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company before the date of the AGM through Email on cs@lexustile.com. The same will be replied by/ on behalf of the Company suitably.
20. The Company has appointed **M/s Manisha Godara and Associates, Practicing Company Secretaries, New Delhi** as scrutinizer to scrutinize the voting and the voting process in a fair and transparent manner.
21. The Chairman shall, at the AGM, at the end of discussion on the Resolutions on which the voting is to be held, allow voting with the assistance of the Scrutinizer, by use of e-voting for all those Members who are present at the AGM through VC/AOVM.
22. The scrutinizer shall after the conclusion of voting at the Meeting, will first count the votes cast at the Meeting in the presence of at least two witnesses not in the employment of the Company and shall make and submit, within 48 hours of the conclusion of the AGM, a consolidated scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting within 48 hours of conclusion of the AGM.
23. The Notice of the AGM shall be placed on the website of the Company till the date of AGM. The Results declared, along with the scrutinizer's Report shall be placed on the Company's website www.lexusgranito.com immediately after the declaration of result by the Chairman or a person authorized by him in writing. The Results shall also be immediately forwarded to the Stock Exchange(s) where the shares of the Company are listed. Further, the results shall be displayed on the Notice Board of the Company at its Registered Office.

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

The remote e-voting period begins on Monday, September 25, 2023 at 09:00 A.M. and ends on Thursday September 28, 2023 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Friday, September 22, 2023, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Friday, September 22, 2023.

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

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

Step 1: Access to NSDL e-Voting system

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none">Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.If you are not registered for IDeAS e-Services, option to

	<p>register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p> <div data-bbox="877 1104 1287 1348" data-label="Image"> </div>
Individual Shareholders holding securities in demat mode with CDSL	<p>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.</p> <p>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the</p>

	<p>system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</p> <p>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.</p> <p>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>

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

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

Login type	Helpdesk details
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 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to

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

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

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

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

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to manishachoudhary225@gmail.com with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on.: 022 - 4886 7000 and 022 - 2499 7000 or send a request to at evoting@nsdl.co.in

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

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

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

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

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGHVC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of “VC/OAVM” placed under “Join meeting” menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at cs@lexustile.com. The same will be replied by the company suitably.

ANNEXURE TO THE NOTICE

Details of Director(s) seeking appointment / reappointment at the 15th Annual General Meeting in pursuance of provisions of the Companies Act, 2013 & Regulation 36 (3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Item No. 2

Name of the Director	Hitesh Babulal Detroja
Date of Birth	03/02/1988
Nationality	Indian
Date of Appointment on the Board	August 2, 2010
Occupation	Business
Nature of expertise in specific functional areas	Marketing
Disclosure of relationship between directors inter-se	Brother of Mr. Anilkumar Babulal Detroja and brother-in-law of Mrs. Dimpalben Anilbhai Detroja
Name of Listed Entities in which the person holds directorship as on August 26, 2023 and the membership of committees of the board (along with listed entities from which the person has resigned in the past three years)	NIL

For Lexus Granito (India) Limited

Sd/-

**Anilkumar Babulal Detroja
(Chairman and Managing Director)
DIN: 03078203**

Place: Morbi

Date: 26.08.2023

EXPLANATORY STATEMENT TO BE ANNEXED TO THE NOTICE PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No: 3 To appoint M/s. Keyur Shah & Associates, Chartered Accountants, Ahmedabad as Statutory Auditor for a term of five years

The Audit Committee and the Board have recommended appointment of **M/s. Keyur Shah & Associates, Chartered Accountants, Ahmedabad (FRN: 333288W)**, as the Statutory Auditors of the Company to fill the casual vacancy caused due to resignation of **M/s Ashok Holani & Co., Jaipur (FRN: 009840C)**.

As per the requirement of the Act, they have confirmed that the appointment if made would be within the limits specified under Section 141(3) (g) of the Act and it is not disqualified to be appointed as statutory auditor in terms of the provisions of the proviso to Section 139, Section 141(2) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014.

The details of the Statutory Auditor proposed to be appointed are as under:

Name of the Firm	Keyur Shah & Associates
Address	303, Shitiratna, B/s Radisson Blu, Nr Panchvati Circle, Ambawadi, Ahmedabad – 380006
FRN	333288W
PAN	AAZFK8077G
Name of Partner	Akhlaq Mutvalli
Mem. No	181329
Email ID	ca.keyurshah2015@gmail.com

Terms of appointment: The Statutory Auditors shall be appointed for five consecutive years from the conclusion of the 15th Annual General Meeting until the conclusion of the 20th Annual General Meeting of the Company to be held in the year 2028.

Fees payable: The Board of Directors have approved remuneration of Rs. 5,50,000/- p.a. excluding applicable taxes and reimbursement of out-of-pocket expenses on actuals for conducting the audit for each financial year till 2027-28.

The Board of Directors in consultation with the Audit Committee may alter and vary the terms and conditions of appointment, including remuneration, in such manner and to such extent as may be mutually agreed with the Statutory Auditors.

Rationale for change in remuneration: Since the equity shares of our company are listed and admitted to dealings on the main board of NSE from SME Emerge Platform w.e.f. March 13, 2023, the compliance work has gone up including preparation & publication of financial results on quarterly basis in accordance with Indian Accounting Standards (IndAS) as prescribed under the Companies Act, 2013 read with rules framed thereunder ("Act").

Consequently, the remuneration proposed for the new Statutory Auditors is higher than what has been paid to the outgoing Statutory Auditors.

None of the Directors, Key Managerial Personnel and their relatives are interested in the aforesaid resolution.

The Board recommends this resolution for approval by the Members of the Company as an ordinary resolution as set out in Item No. 3 of the accompanying Notice.

Item No: 4 To consider and approve conversion of unsecured loan into equity shares on preferential basis which shall rank pari-passu with the existing shares of face value of Rs. 10/- each

Your Company is engaged in manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles for the domestic and international markets.

The Board of Directors at their meeting held on **Saturday, 26th Day of August, 2023**, on the request letter received from **Mr. Anilbhai Babubhai Detroja, Mr. Nilesh Babubhai Detroja, Mr. Hitesh Babulal Detroja and Mr. Babulal Mahadevbhai Detroja, Promoter and Promoter Group Categories** of persons of the Company wherein they have requested the Company either to make payment of their loan outstanding or to convert their loan into Equity Shares, has decided to convert amount due towards the unsecured loan of proposed Allottees on preferential basis into Equity Shares of the Company in view of the current financial situation and liquidity position of the Company.

In order to strengthen its financial position, the Company proposes to offer, issue and allot Equity Shares upto maximum of **10,00,000 (Ten Lacs Only) Equity Shares of face value of Rs. 10/- (Rupees Ten Only) each at a price of Rs. 54/- per equity share (including a premium of Rs. 44/- per Equity Share)** in such manner and on such terms and conditions as may be deemed appropriate by the Board. The Board in its meeting held on **Saturday, 26th Day of August, 2023** considered and approved subject to the approval of shareholders, issue of Equity Shares upto maximum of 10,00,000 (Ten Lacs Only) Equity Shares on preferential basis. In terms of Section 42, 62(1) of the Companies Act, 2013 and Regulation 160 of SEBI (ICDR) Regulations, 2018, any preferential allotment of securities needs to be approved by the shareholders by way of Special Resolution.

The proposed issue and allotment of equity shares on preferential basis shall be governed by the applicable provisions of the SEBI (ICDR) Regulations, 2018 and the Companies Act, 2013 read with the applicable provisions of the rules made there under. Further, in terms of Regulation 163 of the SEBI (ICDR) Regulations, 2018, certain disclosures are required to be made to the members of the company which forms part of this Explanatory Statement to the Notice.

The consent of the shareholder is being sought by way of Special Resolution to enable the Board to issue the equity shares to promoter and promoter group in accordance with the provisions of the companies Act, 2013 and the rules made there under, SEBI (ICDR) Regulations, as amended, SEBI (LODR) Regulations, 2015 and any other applicable laws.

DETAILS OF THE ISSUE:

1. The allotment of the Equity Shares is subject to the Proposed Allottees not having sold any Equity Shares of the Company during 6 (Six) Months preceding the **relevant date i.e., Tuesday, 29th August, 2023**. The Proposed Allottees have represented that they have not sold any Equity Shares of the Company during the 6 (Six) Months preceding the Relevant Date.
2. The Relevant Disclosures as required under Chapter V of the SEBI ICDR Regulations are set out below.

a. The Object of the Issue through Preferential Offer:

The Members are informed that the object of the Issue of the Equity Shares by way of the proposed preferential offer is to convert the outstanding amount of Unsecured Loan given by the Proposed Allottees to the Company so as to retain the cash reserves of the Company instead of repayment of such loan. In view of the current financial position of the Company and Board of Directors of the Company have decided to convert unsecured Loan into Equity Shares which is in best interest of the Company and it will also strengthen the financial position of the Company which may increase the net worth of the Company.

b. The Total Number of Shares to be issued:

Equity Shares up to 10,00,000 (Ten Lacs Only) of face value of Rs. 10/- (Rupees Ten Only) each at a price of Rs. 54/- per equity share (including a premium of Rs. 44/- per Equity Share), the Equity Share proposed to be issued shall not be less than the price arrived at in accordance with the provisions of SEBI (ICDR) Regulations, 2018.

c. Pricing of the Preferential Issue:

As the shares of the company are frequently traded the price of Rs. 54/- (Rupees Fifty Four Only) per share was determined by the company taking into account the pricing formula prescribed under Chapter V of SEBI (ICDR) Regulations, 2018. The relevant date for the purpose of calculation of the said minimum issue price is 29th August, 2023. The equity shares shall be allotted at a price not less than higher of the following:

- i) the 90 trading days' volume weighted average price of the related equity shares quoted on the recognised stock exchange preceding the relevant date; or
- ii) the 10 trading days' volume weighted average prices of the related equity shares quoted on a recognised stock exchange preceding the relevant date.

As per the calculations, the average 90 trading days' volume weighted average price is Rs. 53.54/- and the average 10 trading days' volume weighted average price is Rs. 36.60/- preceding the relevant date. Hence the determined minimum price in accordance with Regulation 164 of SEBI (ICDR) Regulations, 2018 is Rs. 54/-

d. Basis on which the price has been arrived at along with the report of the registered valuer:

As this is not applicable in the present case since the company is a listed company and the pricing is in terms of the SEBI (ICDR) Regulations, 2018.

e. Relevant Date with reference to which the price has been arrived at:

The Relevant date in terms of Regulation 161(a) of the SEBI (ICDR) Regulations, 2018 for determining the minimum price is **Tuesday, 29th August, 2023**, being the date, which is 30 (Thirty) days prior to the date of Annual General Meeting i.e. 29th September, 2023.

f. The Class or Classes of person to whom the allotment is proposed to be made:

The Details of the Promoter and Promoter Group and the Unsecured Loan outstanding to the promoter as on 26.08.2023 are as under:

S. No.	Name of the proposed allottees	Total Amount of Unsecured Loan Outstanding as on 26.08.2023 (in Rs.)	Amount of Unsecured Loan which will be adjusted against Issue of Equity Shares (in Rs.)	No. of Equity Shares to be Allotted
1.	Anilbhai Babubhai Detroja	113657575	27000000	500000
2.	Nilesh Babubhai Detroja	71637772	10800000	200000
3.	Hitesh Babulal Detroja	44236943	10800000	200000
4.	Babulal Mahadevbhai Detroja	80050794	5400000	100000
	TOTAL	309583084	54000000	1000000

g. Intention of the Promoters/Directors/Key managerial Personnel of the Issuer to subscribe to the Offer:

Mr. Anilbhai Babubhai Detroja, Mr. Nilesh Babubhai Detroja, Mr. Hitesh Babulal Detroja and Mr. Babulal Mahadevbhai Detroja, Promoter and Promoter Group intend to subscribe to the Equity Shares. No Shares being offered to any other Promoter and Promoter Group, Directors, Key Managerial Personnel or relative of the Directors or Key Managerial Personnel of the Company.

h. The proposed time limit within which the preferential issue shall be completed:

As required under Chapter V of the SEBI ICDR Regulations, the Company shall complete the allotment of Equity Shares as aforesaid on or before the expiry of 15 (fifteen) days from the date of passing of the Special Resolution by the shareholders granting consent for preferential issue at the Annual General Meeting or in the event, allotment of Equity Shares would require any approval(s) from any regulatory authority or the Central Government, the allotment shall be completed within 15 (Fifteen) days from the date of such approval(s) as the case may be.

i. The name of the proposed Allottees and the percentage of post preferential offer capital that may be held by them:

S. No.	Name of the Proposed Allottees	% Post Preferential Offer Capital
1.	Mr. Anilbhai Babubhai Detroja	6.33
2.	Mr. Nilesh Babubhai Detroja	4.78
3.	Mr. Hitesh Babulal Detroja	14.02
4.	Mr. Babulal Mahadevbhai Detroja	2.26

j. The Shareholding pattern of the Issuer before and after the preferential Issue:

S.No.	CATEGORY	PRE-ISSUE HOLDING DETAILS		POST- ISSUE HOLDING DETAILS	
		TOTAL NO. OF SHARES	% OF SHARES OF SHARES	TOTAL NO. OF SHARES	% OF SHARES OF SHARES
A	Promoters and Promoter Group Holding				
1	Indian:				
	Individual	4580750	23.87	5580750	27.64
	Body Corporate	5550974	28.93	5550974	27.49
	SUB TOTAL	10131724	52.79	11131724	55.13
2	Foreign Promoters	-	-	-	-
	SUB TOTAL (A)	10131724	52.79	11131724	55.13
B	Public Holding:				
1	Institutional Investors	-	-	-	-
2	Non-Institution:				
	Bodies Corporates	4343715	22.63	4343715	21.51
	Individuals	4072223	21.22	4072223	20.17
	Others:				
	NRI	925	0.005	925	0.005
	Clearing Members	57113	0.30	57113	0.28
	HUF	585024	3.05	585024	2.90
	Trust	-	-	-	-
	SUB TOTAL (B)	9059000	47.21	9059000	44.87
	GRAND TOTAL	19190724	100	20190724	100

NOTES:

- *As on 25th August, 2023*
- *This percentage has been calculated on the basis of post preferential capital assuming full allotment of shares as proposed.*

The table shows the expected shareholding pattern of the Company upon assumption of the allotment and assumes that holding of all other shareholders shall remain the same post issue as they were on the date on which the pre issue shareholding pattern was prepared.

k. Change in Control:

The issue of Equity Shares under consideration will not result in any change in management or control of the Company or change in the composition of the Board of Directors of the Company.

l. The Number of persons to whom allotment on preferential basis have been made during the year in terms of number of securities as well as price:

During the Financial year 2023-24, the company has not offered, issued and allotted any Equity Shares on Preferential basis to promoter and non-promoters.

m. The justification for the allotment proposed to be made for consideration other than cash together with valuation report of the registered valuer:

This is not applicable in the present case since the Company being a listed Company the pricing is in terms of SEBI (ICDR) Regulations, 2018. Further, the proposed allotment of equity shares is conversion of amount of loan received by the Company from the proposed Allottees.

n. Requirement as to re-computation of Price and Lock-in of Specified Securities:

The company undertakes to re-compute the price of the Equity shares in terms of the provisions of SEBI (ICDR) Regulations, 2018 where it is required to do so. The company undertakes that if the amount payable on account of the re-computation of price is not paid within the time stipulated in these regulations the specified securities shall continue to be locked- in till the time such amount is paid by the Allottees.

o. Disclosure as specified in Regulation 163(1)(i) of the SEBI (ICDR) Regulations, 2018:

This is not applicable in present case, as the company and any of its promoters or directors are not a willful defaulter.

p. Identity of the Natural persons who are the ultimate beneficial owners of the shares proposed to be allotted and/or who ultimately control the Proposed Allottees, the percentage of Post Preferential Issued capital that may be held by the said Allottees:

The Identity of the natural person who is the ultimate beneficial owner of the shares proposed to be allotted and the percentage of the pre and post preferential issue capital that may be held by proposed Allottees is given in the following table:

Name, PAN & Address of Allottees	Category	Natural Persons who are the ultimate beneficial owners	Pre-Issue Shareholding		No. of Shares to be allotted	Post-Issue Shareholding	
			No. of Shares	%		No. of Shares	%
Mr. Anilbhai Babubhai Detroja PAN: AIPPD4794F Address: Pavan, Block No. 19, Chitrakut Society-4, Behind G.I.D.C, Sanala Road, Morbi MDG, Rajkot, Gujarat363641IN	Promoter	Not Applicable	778600	4.06	500000	1278600	6.33
Mr. Nilesh Babubhai Detroja PAN: AJEPD1127E Address: Pavan, Block No. 19, Chitrakut Society-4, Behind G.I.D.C, Sanala Road, Morbi MDG, Rajkot, Gujarat363641 IN	Promoter	Not Applicable	764511	3.98	200000	2830434	4.78
Mr. Hitesh Babulal Detroja PAN: AKIPD3199B Address: B/H GIDC/ Sanla Road, Chitrakut Society/4, Morbi, RajkotGujarat363641 IN	Promoter	Not Applicable	2630434	13.71	200000	964511	14.02
Mr. Babulal Mahadevbhai Detroja PAN: ABMPD7257P Address: Chitrakut Society-4, Behind G.I.D.C, Sanala Road, Morbi MDG, Rajkot, Gujarat363641 IN	Promoter Group	Not Applicable	357205	1.86	100000	457205	2.26
TOTAL			4530750	23.61	1000000	5530750	27.39

q. Auditor's Certificate:

A copy of the Certificate from the Statutory Auditor of the Company, **M/s Ashok Holani & Co., Chartered Accountants, Jaipur** certifying that the issue of the Equity Shares is being made in accordance with the requirement of SEBI (ICDR) Regulations, 2018 for Preferential Issue, shall be placed before the Shareholders at the Annual General Meeting and will be available for inspection at the Registered Office of the Company during 11:00 A.M. to 1:00 P.M. on any working day (Except Saturday) prior to the date of meeting.

r. Lock-in-period:

The Equity Shares proposed to be offered and allotted in the Preferential Allotment shall be locked-in in accordance with Regulation 167 of the SEBI (ICDR) Regulations, 2018.

s. Undertaking to put Equity Shares under lock-in till the re-computation price is paid:

The Company undertakes that if the amount payable on re-computation of the price is not paid within the time stipulated in the SEBI (ICDR) Regulations, 2018 the Equity shares shall continue to be locked-in till such time said amount is paid by the Allottees.

t. Other terms and conditions for issue of Equity Shares:

- The Allotment of Equity Shares does not require making of an open offer as it is below the prescribed threshold limit for making of an open offer in terms of SEBI (SAST) Regulations, 2011. Due to above preferential allotment of the Equity Shares, no change in management control is contemplated. The aforesaid Allottees shall be required to comply with the relevant provisions of the SEBI (ICDR) Regulations, 2018 and SEBI (SAST) Regulations, 2011.
- The Equity Shares arising out of issue of Equity Shares pursuant to the proposed resolution shall rank pari-passu in all respects with the existing Equity Shares of the Company and will be listed on National Stock Exchange of India Limited where the Equity Shares of the Company are listed.

u. Other Disclosures:

The Board in its Meeting held on Saturday, 26th Day of August, 2023, has approved the issue of Equity Shares on Preferential basis to proposed Allottees in the manner stated herein above, subject to the approval of members and other approvals, as may be required.

The Board Recommends the Special Resolution as set out in the notice for member's approval.

Mr. Anilbhai Babubhai Detroja, Managing Director, Mr. Hitesh Babulal Detroja, Whole-Time Director are concerned or interested in the above resolution as it relates to issue/allotment of Equity Shares to them as Promoters/Promoters Group on Preferential Basis. Mrs. Dimpalben Anilbhai Detroja, Whole-Time Director of the Company, is also interested being wife of Mr. Anilbhai Babubhai Detroja. Except that none of the Directors or Key Managerial Personnel of the Company or their relatives is directly or indirectly concerned or interested in the passing of the above resolution.

**By the Order of the Board
For Lexus Granito (India) Limited**

**Sd/-
Anilkumar Babulal Detroja
(Chairman and Managing Director)
DIN: 03078203**

Date: 26.08.2023

Place: Morbi

DIRECTORS' REPORT

Dear Shareholders,

The Directors of your Company with immense pleasure, presenting the 15th Annual Report on the business and operation of the company together with Audited Financial Statements of Accounts and the Auditors Report of your Company for the Financial Year ended on 31st March, 2023.

FINANCIAL HIGHLIGHTS:

The Company's financial performance for the year ended 31st March, 2023 is summarized below:

	(Rs. in Lakhs)	
Particulars	As on 31.03.2023	As on 31.03.2022
Sales/Income from Business operations (Gross)	10097.75	13872.67
Other Income	109.15	1085.39
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense	620.97	2510.72
Less: Depreciation/ Amortisation/ Impairment	1344.90	842.48
Profit /loss before Finance Costs, Exceptional items and Tax Expense	(723.93)	1668.24
Less: Finance Costs	433.02	594.69
Profit /loss before Exceptional items and Tax Expense	(1156.95)	1073.55
Add/(less): Exceptional items	-	-
Profit /loss before Tax Expense	(1156.95)	1073.55
Less: Tax Expense (Current & Deferred)	25.80	84.09
Profit /loss for the year (1)	1182.75	1157.65
Other Comprehensive Income/loss (2)	4.40	11.69
Total Comprehensive Income/loss (1 + 2)	(1178.36)	1169.34
Balance of profit /loss for earlier years	1169.34	2859.46
Less: Transfer to Debenture Redemption Reserve	-	-
Less: Transfer to Reserves	-	-
Less: Dividend paid on Equity Shares	-	-
Less: Dividend paid on Preference Shares	-	-
Less: Dividend Distribution Tax	-	-
Balance carried forward	1169.34	2859.46
Earnings per share (Basic)	-6.16	6.03
Earnings per share (Diluted)	-6.16	6.03

STATE OF COMPANY'S AFFAIRS

The financial statements for the financial year ended on March 31, 2023 and March 31, 2022 have been prepared in accordance with Indian Accounting Standards (IndAS) as prescribed under the Companies Act, 2013 read with rules framed thereunder ("Act") and other accounting principles generally accepted in India.

During the financial year 2022-23, the total revenue was Rs. 10206.89 Lakhs as compared to Rs. 14,958.06 Lakhs in the previous financial year 2021-22.

The Company has incurred a loss after tax of Rs. 1182.76 Lakhs as compared to the previous financial year profit after tax of Rs. 1157.65 Lakhs.

The significance of surge in natural gas price cannot be understated as it is used in the production process of tiles. The increase in gas price had a negative impact on the overall growth of the company leading to loss in the financial year ending 2022-23.

Your management is striving hard to address all the issues coming in the company and is confident that new strategies now being pursued by the company to focus on low cost tiles is appropriate for achieving the desired result. Your company is hopeful for the much better performance in the current financial year.

TRANSFER TO RESERVES

The board of Directors of the company has not transferred any amount to its Reserve & Surplus during the Financial Year 2022-23.

CHANGE IN THE NATURE OF BUSINESS

During the year under review, there was no change in the nature of business of the company.

COST AUDIT

The provision of section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 and Rule 14 of the Companies (Audit and Auditor) Rules, 2014 are not applicable to the Company.

SHARE CAPITAL AND OTHER CHANGES

During the Financial Year 2022-23, the share capital of the company is as follows: -

1. Authorized Share Capital

As on date of this report the Authorised Share Capital of the company is Rs. 22.00 Crores divided into 2,20,00,000 equity shares of Rs. 10 each.

2. Preferential Issue

During the Financial Year no shares were issued under any Preferential Issue.

However, the company was planning to convert the unsecured loan into the equity shares of the company through preferential issue, as approved by the members of the company in the Extra Ordinary General Meeting held on Saturday, June 18, 2022 but as the company was already under the process to transfer its listed securities on the main board of stock exchange from SME platform, the preferential issue was halted and rescheduled in the current financial year.

3. Right Issue

During the year company has not increased its issued and paid-up Equity Share Capital by making any right issue of shares.

4. Bonus Issue

During the Financial Year no shares were issued to existing shareholders as Bonus Shares under any Bonus Issue.

5. Issue of Equity Shares with Differential Rights

Company does not have Equity Shares with differential rights and have not issued any shares with differential rights during the financial year 2022-23.

6. Issue of Sweat Equity Shares

During the Financial Year no shares were issued as Sweat Equity Shares under any Scheme.

7. Issue of Employee Stock Options

During the Financial Year no shares were issued under any Scheme of Employee Stock Option.

8. Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees

There was no provision made of the money by the company for purchase of its own shares by employees or by trustees for the benefit of employees or by trustees for the benefit of employees.

9. Splitting/Sub Division of shares

No splitting/ sub division of shares was done during the financial year 2022-23.

10. Further Issue of Shares Through Public Offer and Listing of Shares

No further issue of shares was done during the financial year 2022-23.

TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection fund (IEPF).

DEPOSITS

Company has complied with section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 and there is no outstanding deposit due for re-payment. Hence the requirement of furnishing the details of the deposits which are not in compliance with chapter V of the Act is not applicable.

DIRECTORS LIABLE TO RETIRE BY ROTATION AND BE ELIGIBLE TO GET RE-APPOINTED

Pursuant to the provisions of section 152(6) and other applicable provisions of the Companies Act, 2013, Mr. Hitesh Babulal Detroja (DIN: 02760273) who retires by rotation and being eligible to get re-appointed as Whole Time Director of the company in the ensuing AGM of the company. Accordingly, requisite resolution shall form part of the Notice convening the AGM.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions that were entered by the Company during the Financial Year were in Ordinary Course of the Business and on Arm's Length basis. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) (h) of the Companies Act, 2013 is disclosed in Form AOC-2 in **Annexure-I** is annexed to this report.

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements. Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) along with the justification for entering into such contract or arrangement is disclosed in the financials.

DIRECTORS APPOINTMENT, REMUNERATION AND ANNUAL EVALUATION

The Company has devised a Policy for Directors; appointment and remuneration including criteria for determining qualifications, performance evaluation and other matters of Independent Directors, Board, Committees and other individual Directors which include criteria for performance evaluation of both non-executive directors and executive directors.

The Company's Nomination & Remuneration policy which includes the Director's appointment & remuneration and criteria for determining qualifications, positive attributes, independence of the Director & other matters is attached as **Annexure-II** to this Report and the same is also available on the website of the Company at the link <http://www.lexustile.com>

PARTICULARS OF EMPLOYEES AND RELATED INFORMATION

Pursuant to the amendment in the Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a detailed statement is attached as **Annexure-III**.

Apart from that, there are no Employees in the Company whose particulars are required to be disclosed in accordance with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016 in the report.

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

Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) of The Companies (Accounts) Rules, 2014, relevant details of energy conservation, technology absorption and foreign exchange earnings and outgo are attached as **Annexure-IV** to this Report.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATES

The Company has no Subsidiaries and Joint Ventures and Associates as on the year ended 31st March, 2023. Form AOC-1 is attached as **Annexure V**.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis on matters related to the business performance as stipulated in the SEBI (LODR) Regulations, 2015 is given as a separate section in the Board Report as **Annexure-VI**.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(3) (c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, your Directors confirm that:

- a) In the preparation of the annual accounts for the year ended March 31, 2023, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the year ended on that date;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The Directors have prepared the annual accounts on a '**going concern**' basis;
- e) The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

BUSINESS RESPONSIBILITY STATEMENT

Your Company has always been at the forefront of voluntary disclosures to ensure transparent reporting on all matters related to the Company's governance and business operations. The report comprehensively covers your Company's philosophy on corporate social responsibility, its sustainability activities pertaining to efforts on conservation of environment, conducting green awareness events, its commitment towards society, enhancing primary education, initiatives and activities taken up as part of this philosophy for the year 2022-23. But since, this report is applicable only on Top 1000 Listed Entities, we are not attaching the report with the Annual Report.

AUDITORS OF THE COMPANY

Statutory Auditors

M/s Ashok Holani & Co., Jaipur (Firm Registration No.: 009840C), Statutory Auditor of the Company, who hold office till the conclusion of the 19th Annual General Meeting to be held in 2027 have shown their unwillingness to continue as Auditors of the company and have given their resignation w.e.f August 14, 2023.

Based on the recommendations of the Audit Committee, the Board of Directors, at its meeting held on August 14, 2023 noted and accepted the resignation of **M/s Ashok Holani & Co.** The Board also placed on record its appreciation to outgoing Auditors for their contribution to the Company with their audit processes and standards of auditing.

M/s Keyur Shah & Associates, Chartered Accountants, Ahmedabad (FRN: 333288W), have expressed their willingness and eligibility under the provision of the Companies Act, 2013 to act as statutory auditors of the company from the conclusion of ensuing 15th Annual General Meeting till the conclusion of 20th Annual General Meeting of the company to be held in the year 2028, which is subject to approval of member in the ensuing Annual General Meeting.

The Board of Directors has proposed the appointment of M/s Keyur Shah & Associates, Chartered Accountants, Ahmedabad (FRN: 333288W), as the Statutory Auditor of the company to fill the casual vacancy and to examine and audit the accounts of the Company, on such remuneration as may be mutually agreed upon between the Board of Directors of the Company and the Auditors.

As required under the provisions of Section 139 of the Companies Act, 2013, the company has obtained a written consent and certificate from the above mentioned Auditors to the effect that they confirm with the limits specified in the said Section and they had also given their eligibility certificate stating that they are not disqualified for appointment within the meaning of Section 141 of Companies Act, 2013.

Secretarial Auditor

Pursuant to provision of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Board of Directors had appointed **M/s Manisha Godara and Associates, Company Secretary in Practice, New Delhi** having Certificate of practice No.: 13570 as Secretarial Auditor of the Company appointed to conduct Secretarial Audit of the company for the financial year 2022-23.

The Secretarial Audit Report for the financial year ended March 31, 2023 is annexed to this Report as **Annexure-VII**.

Further, in line with the aforesaid compliance, the Board of Directors has appointed M/s Manisha Godara and Associates, Company Secretary in Practice, New Delhi to conduct the Secretarial Audit for the Financial Year 2023-24.

EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

COMMENTS ON STATUTORY AUDITORS' REPORT

There are qualifications, reservations or adverse remarks made by M/s Ashok Holani & Co. Chartered Accountants, Jaipur, Statutory Auditors in the Audit Report and CARO report for the Financial Year ended March 31, 2023. The comments are as under:

1. According to the information and explanations provided to us and based on the records of the company examined by us, the company is not regular in depositing undisputed statutory dues including goods and service tax, Tax deducted at source, Tax collection at source, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, following undisputed amounts were payable in respect of the above were in arrears as on 31st March, 2023 for a period of more than six months from the date on when they become payable

Nature of Tax	Period	Amount (In Lakh)
Tax Deducted at Source (Demand)	2012-23	46.97
Total		46.97

2. According to the information and explanations given to us and based on the records of the company examined by us, there are no outstanding dues of Income tax or Sales tax or Service tax or Duty of Customs or duty of excise or value added tax which should be deposited on account of any dispute except as mentioned below:

Name of the statute	Nature of Dues	Period (A.Y.)	Forum where dispute is pending	Outstanding Amount involved (Rs. In Lakh)
Income Tax Act	Income Tax	2015-2016	CIT (A)	16.37
Income Tax Act	Income Tax	2018-2019	CIT (A)	152.03
Income Tax Act	Income Tax	2015-2016	CPC	48.21
Income Tax Act	Income Tax	2016-2017	CPC	288.59
Income Tax Act	Income Tax	2018-2019	CPC	106.23
Goods & Service Tax	GST, Interest & Penalty	2017-2020	Commissioner of GST	58.44
Grand Total				669.87

3. According to the information and explanations given to us and based on the records of the company examined by us, there is no transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

4. According to the information and explanations given to us and based on the records of the company examined by us, the company has made defaults in repayment of loans or

borrowing/interest to a financial institution or dues to debenture holders. The company has made settlement with lenders and debenture holders and obtained no objection certificate from such lenders. Details of defaults is as under: -

Nature of borrowing, including debt securities	Name of Lender	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Debenture	Catalyst Trustship Limited (Debenture Trustee)	Rs. 783.33 Lakh	Principal – Rs. 640 Lakh	Rs. 320 Lakh - 24 months	The company has executed a settlement agreement with debenture holders dated 20.01.2022. As per the settlement agreement the company will pay an lump sum amount of Rs. 300,00,000/- on the terms contained in Settlement Agreement, towards full and final settlement towards the outstanding amounts and all other amounts payable. As per agreement, company required to pay entire amount on 29.04.2022 in single instalment but company only paid Rs. 25.00 lakhs till date and balance amount is still pending.
				Rs. 320 Lakh - 21 months	
			Interest – Rs. 39.87 Lakh	30 months	
			Review Fees – Rs. 92.80 Lakh	Rs. 46.40 Lakh - 24 months	
				Rs. 46.40 Lakh - 21 months	

Key Audit Matters	Auditor's Response
Non-Provision for expected credit loss The company has not made any provisions for the expected credit losses for the trade receivables in accordance with the company accounting policy in this respect as mentioned in note 1(11) to the financial statements.	Our audit procedures include the followings: <ul style="list-style-type: none"> Obtained an understanding of the management process and internal controls regarding collection from trade receivables. Securitized trade receivables ledgers to verify completeness of the transactions. A letter has been issued to the company as per TCWG to provide expected credit loss on the balances of trade receivables amounting to Rs. 732.59 Lacs outstanding for more than 12 months and shown under non-current assets in the financial statements. It was further suggested to

	<p>provide expected credit loss of Rs.36.62 Lacs (5% of the trade receivable amount) in the books.</p> <p>Company Management stated in their commentary to TCWG that they are confident of recovering the full amount from the trade receivables and hence no provision is made for expected credit losses.</p>
--	---

Observation made by the Auditors are self-explanatory and have been dealt with an Independent Auditors Report & its annexure forming part of this Annual Report and hence do not require any further clarification. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company in the year under review.

COMMENTS ON SECRETARIAL AUDITORS' REPORT

The following are the explanation in response to the qualifications, reservations, adverse remarks or disclaimers made by the Practicing Company Secretary in the Secretarial audit report:

Observations	Management's Comments
1. Delayed compliance of Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of voting result of General Meeting. The penalty of Rs. 10,000/- has been imposed by National Stock Exchange Board of India and paid by the Company.	The Board considered and placed its concern on the said non-compliance & took note of the same and ensure to comply with the same in future.
2. As per regulation 28(1) the company had not applied for in principle approval of NSE for the issuance of the securities during the year. Consequently, the process of issuance has been halted and rescheduled in financial year 2023-24.	<p>The application was put on hold as the company was under process to transfer its listed securities on main board of stock exchange from SME platform.</p> <p>The process of issuance of equity shares through preferential issue is initiated again and the same will be placed for the approval of shareholders of the company in the ensuing Annual General Meeting.</p>

RISK MANAGEMENT POLICY

The company operates in conditions where economic; environment and social risk are inherent to its businesses. In managing risk, it is the Company's practice to take advantage of potential opportunities while managing potential adverse effects. The Listing Regulations required that all listed Companies shall lay down the procedure towards risk assessment. It also requires that the Company must frame, implement and monitor the risk management plan of the Company. To overcome this and as per the requirement of Section 134(3)(n) of the Companies Act, 2013 read with the rules made there under, if any, Board has framed a very comprehensive Risk Management Policy to oversee the mitigation plan including identification of element of risk, for the risk faced by the Company, which in the opinion of the Board may threaten the existence of the Company. The

objective of the policy is to make an effective risk management system to ensure the long-term viability of the Company's business operations.

Although the Company has adopted the policy regarding the assessment of the risk and its updates are provided to the senior management of the Company the process for the mitigation of the risk is defined under the risk management policy of the company which are available for the access on our website <http://lexusgranito.com/>

INTERNAL FINANCIAL CONTROLS

The Company has identified and documented all key internal financial controls, which impact the financial statements. The financial controls are tested for operating effectiveness through ongoing monitoring and review process of the management and independently by the Internal Auditors. In our view the Internal Financial Controls, affecting the financial statements are adequate and are operating effectively.

MIGRATION TO MAIN BOARD OF NSE

The Company has obtained the In-principal approval for migration of trading in the equity shares of the company from SME Emerge Platform to Main Board on February 15, 2022 and the Principle/Listing Approval for Migration from SME Emerge Platform to Capital Market Segment (Main Board) of the Exchange on March 9, 2023.

The Equity shares were listed and admitted to dealings on the Exchange (Capital Market Segment) w.e.f. March 13, 2023 pursuant to migration from SME Emerge.

The Listing on the Main Board is likely to have wider participation from investors at large and trading in the Equity Shares of the Company on the Main Board will go on the long way in enhancing the image and goodwill of the Company. The benefits of listing on the Main Board in the form of market Capitalization, enhanced liquidity, larger participation, visibility etc., will accrue to the Members of the Company.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the company occurred between the end of the financial year of the company to which the financial statement relates and the date of this report other than the details given in this board report.

DETAILS OF REVISION OF FINANCIAL STATEMENT OR ANNUAL REPORT

No revision of the Financial Statement or Annual Report has been made during Financial Year 2022-23 for any of the three preceding Financial Years.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS

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

CORPORATE GOVERNANCE REPORT

Pursuant to the provisions of the SEBI (LODR) Regulations, 2015, a Report on Corporate Governance along with Certificate from Auditors regarding compliance of conditions of Corporate Governance has been appended to this report and forms part of this Annual Report as **Annexure-VIII**.

ANNUAL RETURN

Pursuant to Section 134(3)(a) and Section 92(3) of the Companies (Management and Administration) Rules, 2014, the Annual Return in Form MGT-7 for the financial year ended March 31, 2023, will be available on the website of the Company at <http://lexusgranito.com/> once it is filed with the Registrar of Companies and thereafter the same can be viewed by the members and stakeholders.

PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

Company has not given any loan, guarantee or provided security in connection with a loan and had not made any investment under the Section 186 of Companies Act, 2013.

HUMAN RESOURCE DEVELOPMENT

The Company recognizes that its employees are its principal assets and that its continued growth is dependent upon the ability to attract and retain quality people. The Company also recognizes the importance of providing training and development opportunities to its people to enhance their skills and experiences, which in turn enables the company to achieve its business objectives. The morale of employees continued to remain high during the year contributing positively to the progress of the Company. However, aspirations of employees in Company remain to be high. This is a challenge as only growth can fulfill these aspirations and in today's market scenarios one has to perform extraordinarily to achieve growth.

The Company has always provided a congenial atmosphere for work to all sections of the society. Your Company is committed to respect universal human rights. To that end, the Company practices and seeks to work with business associates who believe and promote these standards. The Company is committed to provide equal opportunities at all levels, safe and healthy workplaces and protecting human health and environment. The Company provides opportunities to all its employees to improve their skills and capabilities. The Company's commitment extends to its neighboring communities to improve their educational, cultural, economic and social well-being.

Your Company is an equal opportunity employer and does not discriminate on the grounds of race, religion, nationality, ethnic origin, colour, gender, age, citizenship, sexual orientation, marital status or any disability not affecting the functional requirements of the position held.

CODE OF CONDUCT FOR PROHIBITION OF INSIDER TRADING

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirement of the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed and disclosures to be made while dealing with shares of the Company as well as consequences of

violation. The Policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company's shares.

The Insider Trading Policy of the Company covering the code of practices and procedures for fair disclosures of unpublished price sensitive information and code of conduct for the prevention of Insider Trading is available on the website <http://www.lexustile.com>

INVESTOR GRIEVANCE REDRESSAL

During the financial year under review, SEBI has sent two complaints during the quarter ended June 30, 2022, out of which one was resolved and one was withdrawn. There were no pending complaints against our company for the year ended 31.03.2023 as per the certificate given by RTA.

POLICIES ADOPTED BY THE COMPANY

Your company has adopted various policies for the smooth working of the company which are as follows:

- **CODE OF CONDUCT TO REGULATE MONITOR AND REPORT TRADING BY INSIDERS**

There are many information's that are important and price sensitive and required to be kept confidential on the part of the company, if the information is disclosed this will harm the image of the company, in the definition of the insider it will include all the persons connected with the company including the all employee's so policy relating to this is available on the website of the company.

This policy is applicable to all employee's and KMP's of the company to not to disclose the confidential information of the company which affects the performance of the company. The policy of the company for the access is available on the website <http://www.lexustile.com>

- **CODE OF CONDUCT OF BOARD OF DIRECTORS & SENIOR MANAGEMENT**

Certain code of conduct is required from the senior management including the Board of Directors of the Company; they have to be abiding by the rules and laws applicable on the company for the good governance and business ethics. It describes their responsibility and accountability towards the company. Policy of the company relating to this is available for the access at the website <http://www.lexustile.com>

- **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

CSR is a broad term describes the company's efforts towards the society, this is mandatory under certain terms of Companies Act 2013, but the benefit of this policy is two handed one hand company get the chance to involve in the social welfare and other hand this will improve the image of the company.

CSR policy creates social awareness among the companies and creates an obligation towards the society. Policy of the company relating to this is available for the access at the website www.lexustile.com

- **FAMILIARIZATION PROGRAMME OF INDEPENDENT DIRECTORS**

Under Familiarization programme all Independent Directors (IDs) inducted into the Board are given an orientation, presentations are made by Executive Directors (EDs) and Senior Management giving an overview of our operations, to familiarize the new IDs with the Company's business operations. The new IDs are given an orientation on our products, group structure and subsidiaries, board constitution and procedures, matters reserved for the Board, and our major risks and risk management strategy.

This policy includes keeping updated to the independent directors about the working of the company and projects in which company is involved various programme are conducted by the company for the ID's. The Policy on the Company's Familiarization Programme for IDs can be accessed at the website <http://www.lexustile.com>

- **NOMINATION AND REMUNERATION POLICY OF THE COMPANY**

Based on the recommendations of the Nomination and Remuneration Committee, the Board has approved the Remuneration Policy for Directors, KMP and all other employees of the Company. As part of the policy, the Company strives to ensure that:

The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;

Relationship between remuneration and performance is clear and meets appropriate performance benchmarks.

Remuneration to Directors, KMP and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals. Policy relating to the nomination and remuneration of the company is available on the website of the company <http://www.lexustile.com>

- **DETERMINATION OF MATERIALITY OF INFORMATION & EVENTS**

From the point of Listed entity, investors of the entity are expecting more and more information from the company, so under this policy the management of the company determines the material events of the company and disclosed them for their investors.

Under this policy company may decide all those events and information which are material and important that is compulsory to be disclosed for the investors about the company, policy related to this is available at the website <http://www.lexustile.com>

- **PRESERVATION OF DOCUMENTS**

The Corporate records need to be kept at the places and manner defined under the Act, policy relating to that for the safe keeping of the documents is available on website <http://www.lexustile.com>

- **POLICY ON RELATED PARTY TRANSACTION**

The Objective of the Policy is to set out:

- (a) The materiality thresholds for related party transactions; and
- (b) The manner of dealing with the transactions between the Company and its related parties based on the Act, your company adopted this policy for dealing with parties in a transparent manner available at the website of the company <http://www.lexustile.com>

- **TERMS AND CONDITIONS FOR APPOINTMENT OF INDEPENDENT DIRECTORS**

Independent directors are the key part of the board according to the Schedule IV to the Companies Act, 2013 they are skilled, experienced and knowledgeable persons, they are required on the board to take improved and better decisions policy relating to the appointment will be helpful for the board policy of the company is available at the website <http://www.lexustile.com>

- **ARCHIVAL POLICY**

This policy deals with the retention and archival of the corporate record, these records are prepared by the employees of the company under this policy any material information relating to the company shall be hosted on the website of the company for the investors and public and remain there for period of five year. The policy of the company for the access is available on the website <http://www.lexustile.com>

- **CODE OF CONDUCT OF INDEPENDENT DIRECTORS**

Independent Directors are the persons who are not related with the company in any manner. A code of conduct is required for them for their unbiased comments regarding the working of the company. They will follow the code while imparting in any activity of the company. The policy deals with the code of conduct of the Independent Directors, their duties and responsibilities towards the company, is available at the website <http://www.lexustile.com>

- **RISK ASSESSMENT AND MANAGEMENT**

Risk is the part of every one's life, while running any business many kinds of risks are involved. To minimise the business risk and all the factors that will negatively effects the organization every company tries to follows a certain procedure for the forecasting of the risk and its management. Policy relating to this is available on the website <http://www.lexustile.com>

CHANGE IN THE NAME OF THE COMPANY

During the financial year, there has been no change in the name of the Company.

CFO CERTIFICATION

The company has obtained Compliance Certificate from Chief Financial Officer and Managing Director of the company, pursuant to Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for the financial year 2022-23 was placed before the Board of Directors of the Company and is attached as **Annexure-IX** to this Report.

DECLARATION AFFIRMING COMPLIANCE WITH CODE OF CONDUCT

The company has also obtained a Declaration signed by Mr. Ishwarbhai Keshavjibhai Sanghani, Chief Financial Officer of the company stating that the Members of the Board of Directors and Senior management personnel have affirmed compliance with the code of conduct adopted by the Company for the Financial Year ended 31st March, 2023 being attached to this report as **Annexure-X**.

GENERAL

All the material changes, commitments affecting the financial position of your Company between the end of financial year (March 31, 2023) and the date of report (August 26, 2023) has been mentioned in the board report.

ACKNOWLEDGEMENT

Your Directors would like to express their appreciation for assistance and co-operation received from the Bankers, Central & State Government, Local Authorities, Clients, Vendors, Advisors, Consultants and Associates at all levels for their continued guidance and support. Your directors also wish to place on record their deep sense of appreciation for their commitment, dedication and hard work put in by every member of the Company.

For Lexus Granito (India) Limited

Sd/-

Anilkumar Babulal Detroja
(Chairman and Managing Director)
DIN: 03078203

Place: Morbi

Date: 26.08.2023

Annexure-I

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

SN	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
-	-	-	-	-	-	-	-	-

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

SN	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date (s) of approval by the Board, if any	Amount paid as advances, if any
1.	Lioli Ceramic Pvt Ltd (Companies/firm/entities in which Director is significantly influenced)	Purchase of Goods	12 Months	Transaction entered between the parties are at Arm's Length Basis at Rs. 80,000/-	-	-

Place: Morbi
Date: 26.08.2023

Sd/-
Anilkumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Annexure II

NOMINATION & REMUNERATION POLICY

INTRODUCTION

This Nomination and Remuneration Policy is being formulated in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and Listing Agreement, as amended from time to time. This policy on Nomination and Remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC or the Committee) and has been approved by the Board of Directors.

CONSTITUTION OF THE COMMITTEE

The Board of Directors of the Company (Board) constituted the committee to be known as the Nomination and Remuneration Committee consisting of three non-executive directors out of which two shall be the Independent Directors. The Chairman of the Committee shall be an Independent Director.

OBJECTIVE AND PURPOSE OF THE POLICY

The objective of the policy is to ensure that-

- (a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully;
- (b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
- (c) Remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

ROLE OF THE COMMITTEE:

The role of the NRC will be the following: -

- (a) To formulate criteria for determining qualifications, positive attributes and independence of a Director.
- (b) To formulate criteria for evaluation of Independent Directors and the Board.
- (c) To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- (d) To carry out evaluation of Director's performance.

- (e) To recommend to the Board the appointment and removal of Directors and Senior Management.
- (f) To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- (g) To devise a policy on Board diversity, composition, size.
- (h) Succession planning for replacing Key Executives and overseeing.
- (i) To carry out any other function as is mandated by the Board from time to time and/or enforced by any statutory notification, amendment or modification, as may be applicable.
- (j) To perform such other functions as may be necessary or appropriate for the performance of its duties.

APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT

The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend his/her appointment, as per Company's Policy.

A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment. The Committee has authority to decide whether qualification, expertise and experience possessed by a person is sufficient/satisfactory for the position.

The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders bypassing a special resolution.

TERM/TENURE

Managing Director/Whole Time Director

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

Independent Director:

An Independent Director shall hold office for a term upto five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

No Independent Director shall hold office for more than two consecutive terms of upto maximum of 5 years each, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director.

Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly.

At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

Evaluation

The Committee shall carry out evaluation of performance of Director, KMP and Senior Management Personnel yearly or at such intervals as may be considered necessary.

Removal

The Committee may recommend with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the Companies Act, 2013, rules and regulations and the policy of the Company.

Retirement

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

POLICY FOR REMUNERATION TO DIRECTORS/KMP/SENIOR MANAGEMENT PERSONNEL

Remuneration to Managing Director/Whole Time Director:

The Remuneration/Commission etc. to be paid to Managing Director/Whole-time Directors, etc. shall be governed as per provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

The Nomination and Remuneration Committee shall make such recommendations to the Board of Directors, as it may consider appropriate with regard to remuneration to Managing Director/Whole- time Directors.

Remuneration to Non-Executive/Independent Director:

The Non-Executive/Independent Directors may receive sitting fees and such other remuneration as permissible under the provisions of Companies Act, 2013. The amount of sitting fees shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors.

All the remuneration of the Non-Executive/Independent Directors (excluding remuneration for attending meetings as prescribed under Section 197(5) of the Companies Act, 2013) shall be subject to ceiling/ limits as provided under Companies Act, 2013 and rules made there under or any other enactment for the time being in force. The amount of such remuneration shall be such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors or shareholders, as the case may be.

An Independent Director shall not be eligible to get Stock Options and also shall not be eligible to participate in any share-based payment schemes of the Company.

Any remuneration paid to Non-Executive/Independent Directors for services rendered which are of professional in nature shall not be considered as part of the remuneration for the purposes of clause (b) above if the following conditions are satisfied:

- (i) The Services are rendered by such Director in his capacity as the professional; and
- (ii) In the opinion of the Committee, the director possesses the requisite qualification for the practice of that profession.

The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/Purchase Schemes, shall determine the stock options and other share-based payments to be made to Directors (other than Independent Directors).

Remuneration to Key Managerial Personnel and Senior Management:

The remuneration to Key Managerial Personnel and Senior Management shall consist of fixed pay and incentive any, in compliance with the provisions of the Companies Act, 2013 and in accordance with the Company's Policy.

The Compensation Committee of the Company, constituted for the purpose of administering the Employee Stock Option/Purchase Schemes, shall determine the stock options and other share-based payments to be made to Key Managerial Personnel and Senior Management.

The Fixed pay shall include monthly remuneration, employer's contribution to Provident Fund, contribution to pension fund, pension schemes, etc. as decided from time to time.

The Incentive pay shall be decided based on the balance between performance of the Company and performance of the Key Managerial Personnel and Senior Management, to be decided annually or at such intervals as may be considered appropriate.

IMPLEMENTATION

The Committee may issue guidelines, procedures, formats, reporting mechanism and manuals in supplement and for better implementation of this policy as considered appropriate.

The Committee may Delegate any of its powers to one or more of its members.

Sd/-

Anilkumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Place: Morbi

Date: 26.08.2023

Annexure –III

DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company along with Percentage increase in each director, CEO, CFO, Manager and CS for the financial year 2022-23:

S. No.	Name of the Director & KMP's	Designation	Ratio of the Remuneration to the Median Remuneration to the Employees	Percentage change in the Remuneration (%)
1	Anilkumar Babulal Detroja	Managing Director	-	-
2	Dimpalben Anilbhai Detroja*	Whole-Time Director	-	-
3	Hitesh Babulal Detroja	Whole-Time Director	-	-
4	Babulal Mahadevbhai Detroja**	Whole- Time Director	-	-
5	Nilesh Babubhai Detroja**	Whole- Time Director	-	-
6	Parulben Nileshbhai Detroja**	Whole-Time Director	-	-
7	Ishwarbhai Keshavjibhai Sanghani	CFO	4.00	-
8	Kirti Goyal	Company Secretary	0.40	-

* Dimpalben Anilbhai Detroja was appointed w.e.f. 17.06.2022.

** Babulal Mahadevbhai Detroja, Nilesh Babubhai Detroja and Parulben Nileshbhai Detroja resigned w.e.f. 17.06.2022

NOTE:

- 1) The Non-Executive Directors and Independent Directors of the Company are entitled for sitting fee as per the statutory provisions of the Companies Act 2013.
- 2) The median was calculated on the CTC Basis.
- 3) The median remuneration of employees of the Company during the financial year (2022-23) was Rs. 4,20,000/-

4) The percentage Increase in the median remuneration of the employees in the FY (2022-23):
N.A.

5) There were 60 permanent employees on the rolls of Company as on March 31, 2023.

6) Key parameters for the variable component of Remuneration availed by the Directors:

There is no variable component of remuneration avail by the Directors.

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

- Average Increase in median salary of the company's employees excluding KMPs: NA
- Average Increase in the remuneration of KMP's: NA
- The total managerial remuneration for the Financial Year 2021-22: Rs. 7.20 Lakhs
- The total managerial remuneration for the Financial Year 2022-23: Rs. 18.48 Lakhs

2. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other Employees.

DISCLOSURE UNDER SCHEDULE V PART II SECTION 2 OF THE COMPANIES ACT, 2013:

The Details of the Remuneration paid/to the Directors for the year 2022-23 are given below:

DIRECTORS	SALARY	BONUS	PERQUISITES	COMMISSION	SITTING FEES	AMOUNT IN TOTAL
Mr. Anilkumar Babulal Detroja	-	-	-	-	-	-
Mrs. Dimpalben Anilbhai Detroja	-	-	-	-	-	-
Mr. Hitesh Babulal Detroja	-	-	-	-	-	-
Mr. Babulal Mahadev bhai Detroja	-	-	-	-	-	-
Mr. Nileshbhai Babubhai Detroja	-	-	-	-	-	-
Mrs. Parulben Nileshbhai Detroja	-	-	-	-	-	-
Mr. Jitendra Chandulal Lakhtariya	-	-	-	-	-	-
Mr. Rakesh Jayantilal Amrutiya	-	-	-	-	-	-
Mr. Sagarbhai Rasikbhai Jasani	-	-	-	-	-	-

The Company shall reimburse actual entertainment and travelling expenses incurred by the Managing Director of the Company. Beside this, the Managing Director and Whole-Time Directors are also entitled to encashment of leave and Gratuity at the end of the Tenure, as per the rules of the Company.

NOTES:

- The Agreement with Mr. Anilkumar Babulal Detroja, Managing Director, Mr. Hitesh Babulal Detroja, Whole-Time Director are for a period of 5 years. Either party to the Agreement is entitled to terminate the Agreement by giving to the other party 3 months advance notice in writing.
- Mr. Babulal Mahadevbhai Detroja, Whole-Time Director, Nileshbhai Babubhai Detroja, Whole-Time Director, Mrs. Parulben Nileshbhai Detroja, Whole-Time Director have resigned w.e.f. 17.06.2022.
- The Company presently does not have the scheme for grant of stock options either to the Executive Directors or employees.
- There is no separate provision for payment of severance fees to the Directors.
- The Non-Executive Directors does not hold equity shares in the Company.

Place: Morbi
Date: 26.08.2023

Sd/-
Anilkumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Annexure –IV

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

A. CONSERVATION OF ENERGY

Energy conservation is very important for the company and therefore energy conservation measures are undertaken wherever practicable in its plant and attached facilities. The company is making every effort to ensure the optimal use of energy, avoid waste and conserve energy by using energy efficient equipment's with latest technologies. Maintenance and repairs of all equipment and machineries are carried out timely to ensure optimum energy efficiency.

B. TECHNOLOGY ABSORPTION, ADAPTION AND INNOVATION:

The Company continuous to use the latest technologies for improving the productivity and quality of its products and services. Our R&D and technical experts constantly visit international markets to identify and keep pace with the latest technological available.

Benefits derived through such efforts:

- (a) The Company has developed a culture of staying informed about the latest developments in related technology as well as constantly updating our equipment and processes. Such innovations have led us to be in the forefront amongst our competitors.
- (b) Technology absorption efforts have not only allowed us to develop new products but also improve our existing ones.

C. FOREIGN EXCHANGE EARNING & OUTGO:

The company mainly has its dealings with Benin, Canada, Dubai, Guatemala, Hong Kong, Israel, Kenya, Libya, Mauritius, Portugal, Qatar, Republic of Kosovo, Saudi Arabia, Taiwan, Thailand, UAE, UK, Sultanate of Oman, United States of America, Uzbekistan, Yemen etc.

Particulars	2022-23	2021-22
1. Total foreign exchange used out go	Rs. 400,10,765	Rs. 1330,23,461
2.Total foreign exchange earned	Rs. 2969,90,672	Rs. 211,89,7571

Place: Morbi
Date: 26.08.2023

Sd/-
Anilkumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Annexure-V

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	--
2.	The date since when subsidiary was acquired	--
3.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	--
4.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	--
5.	Share capital	--
6.	Reserves & surplus	--
7.	Total assets	--
8.	Total Liabilities	--
9.	Investments	--
10.	Turnover	--
11.	Profit before taxation	--
12.	Provision for taxation	--
13.	Profit after taxation	--
14.	Proposed Dividend	--
15.	Extent of shareholding (In percentage)	--

Part “B”: Associates and Joint Ventures

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

Name of associates/Joint Ventures	NA
1. Latest audited Balance Sheet Date	-
2. Date on which the Associate or Joint Venture was associated or Acquired	-
3. Shares of Associate/Joint Ventures held by the company on the year end	-
No. of Shares	-
Amount of Investment in Associates/ Joint Venture	-
Extend of Holding (In percentage)	-
4. Description of how there is significant influence	-
5. Reason why the associate/joint venture is not consolidated	-
6. Net worth attributable to shareholding as per latest audited Balance Sheet	-
7. Profit/Loss for the year	-
i. Considered in Consolidation	-
ii. Not Considered in Consolidation	-

Sd/-
AnilKumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Place: Morbi
Date: 26.08.2023

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management of Lexus Granito (India) Limited Presenting Management Discussion and Analysis Report covering the operational and financial performance of the company for the year 2022-23, the core business of the company is manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles.

BUSINESS OVERVIEW

Our Company is promoted and managed by Anilkumar Babulal Detroja, Hitesh Babulal Detroja, Nilesh Babubhai Detroja and Pavan Blackrock Private Limited. Our individual promoters manage and control the major affairs of our business operations.

Our Company is engaged in manufacturing, trading and marketing of vitrified ceramic tiles and wall tiles for the domestic and international markets. Our manufacturing facility is situated at Morbi, Gujarat and is spread over more than 4 hectares. Our manufacturing facility is well equipped with requisite plant and machineries and other facilities. We also have an in-house laboratory, enabling the company to develop new colors, besides facilitating conducting of tests and analysis of various products. Our quality system with respect to manufacture of our products has been ISO 9001:2008 certified. Further we have also been issued Certificate of Compliance by UK Certification & Inspection Ltd for our quality systems covering the design, manufacture and final inspection of the products. We manufacture and market our products under the brand name —**LEXUS**.

During the financial year 2022-23, the total revenue was Rs. 10206.89 Lakhs as compared to Rs. 14,958.06 Lakhs in the previous financial year 2021-22. The Company has incurred a loss after tax of Rs. 1182.76 Lakhs as compared to the previous financial year profit after tax of Rs. 1157.65 Lakhs.

The significance of surge in natural gas price cannot be understated as it is used in the production process of tiles. The increase in gas price had a negative impact on the overall growth of the company leading to loss in the financial year ending 2022-23.

Your management is striving hard to address all the issues coming in the company and is confident that new strategies now being pursued by the company to focus on low cost tiles is appropriate for achieving the desired result. Your company is hopeful for the much better performance in the current financial year.

Our Company has been operating in both domestic and international markets. Our revenue from domestic and export operations contributed 66.13% and 33.87% respectively of our total revenue from operations for the year ended March 31, 2023.

During FY 2022-23, we exported our products to various countries such as Benin, Canada, Dubai, Guatemala, Hong Kong, Israel, Kenya, Libya, Mauritius, Portugal, Qatar, Republic of Kosovo, Saudi Arabia, Taiwan, Thailand, UAE, UK, Sultanate of Oman, United States of America, Uzbekistan, Yemen

etc. We intend to continue to mark a presence in global markets in our industry by supplying innovative products at competitive prices.

For marketing of our products, we have a dedicated marketing team who continuously interacts with customers and evaluate the market dynamics. We have also set up a corporate office at Morbi for marketing our products. Our customers are mostly importers, distributors, dealers and project fabricators. We also cater to retail users as per their requirement.

OPPORTUNITIES

The Company has carved a niche for itself in the industrial shoe/ uppers segment both internationally and in the domestic market. The quality of the Company's products and services provided is well recognized. Embarking on this strength we are constantly working towards expanding the market for Company's products to other countries apart from our present work areas.

THREATS

- (i) Growing unorganized sectors
- (ii) Shortage of resources

RISK & CONCERNS

To sustain and grow in global market one must be ready for some level of uncertainty. Greater the uncertainty, higher the risk. The risk management function is integral to the Company and its objectives include ensuring that critical risks are identified, continuously monitored and managed effectively in order to protect the Company's business. The Company operates in an environment which is affected by various factors some of which are controllable while some are outside the control of the company. The

Company proactively takes reasonable steps to identify and monitor the risk and makes efforts to mitigate significant risks that may affect it. Some of the risks that are potentially significant in nature and need careful monitoring are listed here under:

- Macroeconomic Factors
- Political Factors
- Changes in government policy and legislation
- Raw Material Price Increase
- Foreign Exchange Fluctuation

INTERNAL CONTROL SYSTEM AND ADEQUACY

The Company has a well-established and comprehensive internal control system. Documents, policies and authorization comply with the level of responsibility and standard operating procedures specific to the respective businesses. Observation made in internal audit reports on business processes, systems, procedures and internal control and implementation status of recommended remedial measures by Internal Auditors are regularly presented to and reviewed by the Audit Committee of the Board. The system of internal control is being improved to ensure that all assets are safe and protected against loss from unauthorized use or disposition, and that all transactions

are authorized, recorded and reported correctly. The Company regularly conducts internal check, using external and internal resources to monitor the effectiveness of internal control in the organization. It strictly adheres to corporate policy with respect to financial reporting and budgeting functions. The Audit Committee of the Board of Directors deals with significant control issues and instructs further areas to be covered.

FINANCIAL PERFORMANCE

The summarized financial performance of the Company as compared to last year is shown as under:

(Rs. In Lakhs)

Particulars	2022-23	2021-22	% change
Revenue from operations	Rs. 1,0097.75	Rs. 1,3872.67	-27.21
Other Income	Rs. 109.15	Rs. 1085.39	-89.94
Profit before tax	Rs. (1156.95)	Rs. 1073.55	-207.77
Net Profit after tax	Rs. (1182.76)	Rs. 1157.65	-202.17
Payment of Dividend (including Interim and DDT)	-	-	-
EPS	-6.16	6.03	-202.16
Current Ratio	1.21	0.97	24.74%
Debt Equity Ratio	3.41	1.84	85.33%
Debt Service Coverage Ratio (in times)	0.58	0.72	-66.28%
Return on Equity Ratio	-0.58	0.36	-261.11
Inventory Turnover Ratio (in days)	1.40	2.01	-30.35%
Trade Receivables Turnover Ratio	4.16	4.65	-10.53%
Trade Payables Turnover Ratio	1.85	2.70	-31.48%
Net Capital Turnover Ratio	4.96	4.32	14.81%
Net Profit Ratio	-0.12	-0.08	-250%
Return on Capital Employed	-0.58	0.36	-261.11
Return on Investments	-0.40	0.52	-176.92%

Reason for variance more than 25%

Debt Equity ratio (in %)

In current financial year secured loans has increased as compared to previous year. Further total net worth is decreased as compared to previous year due to company has been incurred losses in current financial year.

Debt Service Coverage ratio

It decreased primarily due to the company has been earned losses in the current financial year.

Return on Equity ratio

It decreased due to company has been earned losses during the year therefore net worth also decreased simultaneously.

Inventory Turnover ratio

Purchase of raw material and stock in trade are decreased as compared to previous year.

Trade Payables Turnover Ratio

Purchase of raw material and stock in trade are decreased as compared to previous year.

Net Profit ratio

It decreased primarily due to the company has been earned losses in the current financial year.

Return on Capital Employed

It decreased primarily due to the company has been earned losses in the current financial year.

Return on Investments

It decreased tremendously mainly on account of losses earned of Rs. 1178.36 lakhs in FY 2022-23 as compared to profit of Rs. 1169.34 Lakhs earned in FY 2021-22 which has decreased the networth of the company.

HUMAN RESOURCE

Human resource remains a valuable asset of our business. The Company continues to lay emphasis on attracting and retaining talent. Personnel developmental initiatives including training, both technical and managerial, are regularly conducted to enhance human potential. As on 31st March, 2023 the Company has 60 employees. The Company recognizes that its employees are its principal assets and that its continued growth is dependent upon the ability to attract and retain quality people. The company has established a full-fledged Human Resources Department, which is entrusted with the responsibility of retaining and developing the skills of all its employees. The Company also recognizes the importance of providing training and development opportunities to its people to enhance their skills and experiences, which in turn enables the Company to achieve its business objectives. The industrial relations in all units of the company continue to be cordial.

HEALTH, SAFETY AND ENVIRONMENT PROTECTION

Company's Health and Safety policy commits to comply with applicable Legal and other requirements connected with occupational Health, Safety and Environment matters and provide a healthy and safe work environment to all employees of the Company.

FORWARD LOOKING STATEMENT

The success of our business depends substantially on our ability to implement our business strategies effectively. Company is planning to expand its operations in the domestic tiles market of India by appointing its dealers throughout in India. The company also planning to acquire other business involved in the same line of business activity. This will result in increasing the market capturing of the company and will also increase the turnover and as a result the profits of the Company.

OCCUPATIONAL HEALTH, SAFETY, AND ENVIRONMENT

The emphasis on Occupational Health, Safety and Environment continues at all of the operations of the Company throughout India. The Company is committed to the best standards in safety and continuously monitors matters related to this.

CORPORATE SOCIAL RESPONSIBILITY

As per the Criteria of Section 135 of Companies act, 2013, the board is required to constitute a corporate social responsibility committee of members, who will manage the CSR activities applicable on the company to be undertaken by the company as specified in Schedule VII to the Companies Act, 2013 and duly approved by the board as well as fix the amount of expenditure to be incurred on the activities and monitor the CSR policy from time to time. Our company constituted the CSR Committee for undertaking the CSR activities as per the provisions of Companies Act, 2013 and SEBI (LODR), 2015.

However during the year under review FY 2021-22, the company is not falling under the criteria for fulfilling the CSR activities this year.

The company has not incurred any sum on CSR activities during the year under review.

CAUTIONARY STATEMENT

Statements in the Management Discussions and Analysis report describing the Company's objectives, projects estimate, expectations or predictions may be 'forward looking statements' within the meaning of applicable security laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company's operations include economic conditions affecting demand and supply and price conditions in domestic and overseas market in which the company operates, changes in Government regulations, tax regimes, economic developments within India and the countries in which the Company conducts business and other incidental factor.

Sd/-
AnilKumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Place: Morbi
Date: 26.08.2023

Annexure- VII

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

For The Financial Year Ended March 31, 2023

[Pursuant to Section 204, 9(1) of the Companies Act, 2013 and Rule No. 09 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To
The Members
Lexus Granito (India) Limited
Survey no. 800, Opp. Lakhdirpur Village,
Lakhdirpur Road, N. H. 8A, Tal. Morbi,
Rajkot - 363642 Gujarat

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by “**Lexus Granito (India) 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 my 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 March 31, 2023 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 Company for the financial year ended on March 31, 2023 according to the provisions of:

- (i) The Companies Act, 2013 (“the Act”) and Companies Act, 1956 (to the extent applicable) the rules made there under including any re-enactment thereof;
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 & 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

(d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;

(e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') to the extent applicable during the Audit Period;

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

- I. The Secretarial Standards 1 and 2 issued by the Institute of Company Secretaries of India;
- II. The Listing Agreements entered into by the Company with National Stock Exchange of India Limited.

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

We further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in this Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

The following Regulations and Guidelines prescribed under The Securities and Exchange Board of India Act, 1992 were, in our opinion, not attracted during the financial year under report;

- (a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulation, 2009;
- (c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; and
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

We further report that: -

The provisions of the Foreign Exchange Management Act, 1999 and the rules and regulations made there under in relation to External Commercial Borrowings were not attracted during the financial year under report.

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. There were no changes in the composition of the Board of Directors during the Audit Period.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or consent of all directors were received in writing for shorter board meeting notice consents (if any), 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 decision at Board Meetings and Committee Meetings are carried unanimously as recorded in the minutes of the Meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that the company has made the following non compliances/delayed compliances during the period of audit:

- 1. Delayed compliance of Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of voting result of General Meeting. The penalty of Rs. 10,000/- has been imposed by National Stock Exchange Board of India and paid by the Company.***
- 2. As per regulation 28(1) the company had not applied for in principle approval of NSE for of issuance of the securities during the year. Consequently, the process of issuance has been halted and rescheduled in financial year 2023-24.***

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

We further report that during the Audit Period, the Company has not incurred any specific event/ action that can have a major bearing on the company's compliance responsibilities in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.,

Management Responsibility:

- i. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit;
- ii. We have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion;
- iii. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company or verified compliances of laws other than those mentioned above;
- iv. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- v. 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 procedure on test basis;

vi. 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 Manisha Godara and Associates
Company Secretaries
FRN: S2014RJ268900**

**UDIN: A036531E000888129
Date: 29/08/2023
Place: New Delhi**

**Sd/-
Manisha Godara
Mem. No. A36531
CP 13570**

Annexure- VIII

CORPORATE GOVERNANCE REPORT

(In terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

The company considers its stakeholders as partners in success, and remains committed to delivering value to stakeholders. The company believes that a sound corporate governance mechanism is critical to retain and enhance stakeholders' trust. It is committed to exercise overall responsibilities rigorously and diligently throughout the organisation, managing its affairs in a manner consistent with corporate governance requirements and expectations.

The company conducts its business while adhering to various corporate governance practices to help ensure that there is operational transparency, information sharing, accountability and continuous dialogue with all our stakeholders. The company has standard operating procedures or manuals in place that detail procedures to be followed for each function. The Corporation has several Board sub-committees that overlook company's corporate governance and enhance brand equity, strengthen the stakes of Shareholders and maintain a healthy working environment within the organisation.

Our Corporate Governance Structure comprises of Board of Directors, KMP and committees of the Board:

Mr. Anilkumar Babulal Detroja (Chairman & Managing Director)
Mr. Hitesh Babulal Detroja (Whole Time Director)
Mrs. Dimpalben Anilbhai Detroja (Whole Time Director)
Mr. Rakesh Jayantilal Amrutiya, Independent Director
Mr. Jitendrabhai Chandulal Lakhtariya, Independent Director
Mr. Sagarbhai Rasikbhai Jasani, Independent Director
Mr. Pravinbhai Ghanshyambhai Patel , Chief Financial Officer
Ms. Preeti Agarwal, Company Secretary & Compliance Officer



I. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP)

Composition of Board of Directors

The Board of Directors of Lexus Granito (India) Limited is a balanced one with an optimum mix of Executive and Non-Executive Directors. They show active participation at the board and committee meetings, which enhances the transparency and adds value to their decision making. The Board of the Company is headed by an Executive Chairman. Chairman takes the strategic decisions, frames the policy guidelines and extends wholehearted support to Executive Directors, business heads and associates.

As on 31st March, 2023, The Board of company consists of Six (6) Directors. The composition and category of Directors is as follows:

Name of Directors	Category	DIN	No. of Equity Shares held	No. of Other Directorships (As on 31.03.2023)	No. of other committees in which director is a member/ chairperson (As on 31.03.2023)
Mr. Anilkumar Babulal Detroja	Promoter Executive Director	03078203	778600	1	Nil
Mr. Hitesh Babulal Detroja	Promoter Executive Director	02760273	2630434	2	Nil
Mrs. Dimpalben Anilbhai Detroja	Executive Director	09639482	Nil	Nil	Nil

Mr. Rakesh Jayantilal Amrutiya	Independent Non-Executive Director	08421454	Nil	Nil	Nil
Mr. Jitendrabhai Chandulal Lakhtariya	Independent Non-Executive Director	08344782	Nil	Nil	Nil
Mr. Sagarbhai Rasikbhai Jasani	Independent Non-Executive Director	08604418	Nil	Nil	Nil

Independent Directors

During the year under review, there were no changes in the independent directors of the company.

Whole –Time Director

Mr. Babulal Mahadevbhai Detroja, Chairman and Whole time director of the company has expressed his willingness to reduce commitment due to ill health and hence tendered his resignation w.e.f. June 17, 2022.

Mr. Nilesh Babubhai Detroja and Mrs. Parulben Nileshbhai Detroja, Whole time Directors of the company have also resigned w.e.f June 17, 2022.

Mrs. Dimpalben Anilbhai Detroja was appointed as an Additional Director on the Board of the company w.e.f. June 17, 2022. Further her appointment was regularized as a Whole Time Director by the shareholders of the company in the Annual General Meeting held on September 30, 2022.

Mr. Hitesh Babulal Detroja was appointed as the Whole Time Director of the company for a period of five years with effect from May 04, 2017. The shareholders of the company in the 14th Annual General Meeting held on Friday, September 30, 2022 has approved the re-appointment of Mr. Hitesh Babulal Detroja as the Whole Time Director of the company for a further period of five years.

CFO, CS and Managing Director (KMP)

Mr. Pravinbhai Ghanshyambhai Patel was appointed as the CFO of the company w.e.f 26th August 2023 in place of Mr. Ishwarbhai Keshavjibhai Sanghani who resigned w.e.f. 26th August 2023.

Ms. Preeti Agarwal was appointed as the Company Secretary-cum-Compliance Officer of the company w.e.f 1st September, 2023 in place of Mrs. Kirti Goyal who resigned w.e.f. 1st September, 2023.

Mr. Anilkumar Babulal Detroja was appointed as the Managing Director of the company for a period of five years with effect from May 04, 2017. The shareholders of the company in the 14th Annual General Meeting held on Friday, September 30, 2022 has approved the re-appointment of Mr. Anilkumar Babulal Detroja as the Chairman and Managing Director of the company for a further period of five years.

Meetings of The Board of Directors And Last AGM

The Board meets at regular intervals to discuss and take a view on the Company's policies and strategy apart from other Board matters. The notice for the board meetings is given well in advance to all the Directors.

During the year, the Board of Directors met ten times and attendance of each Director at all meetings of Board of Directors held during the FY 2022-23 are as under:

Date of Meeting	Anilkumar Babulal Detroja	Hitesh Babulal Detroja	Dimpalben Anilbhai Detroja	Babulal Mahadevbhai Detroja	Nilesh Babubhai Detroja	Parulben Nileshbhai Detroja	Sagarbhai Rasikbhai Jasani	Jitendrabhai Chandulal Lakhtariya	Rakesh Jayantilal Amrutiya
20.04.2022	Yes	Yes	NA	Yes	Yes	Yes	Yes	Yes	Yes
20.05.2022	Yes	Yes	NA	Yes	Yes	Yes	Yes	Yes	Yes
30.05.2022	Yes	Yes	NA	Yes	Yes	Yes	Yes	Yes	Yes
16.06.2022	Yes	Yes	NA	Yes	Yes	Yes	Yes	Yes	Yes
17.06.2022	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes
24.08.2022	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes
29.08.2022	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes
02.09.2022	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes
14.11.2022	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes
11.03.2023	Yes	Yes	Yes	NA	NA	NA	Yes	Yes	Yes

The attendance of each Director at the last 14th Annual General Meeting are as under:

Date of Meeting	Anilkumar Babulal Detroja	Hitesh Babulal Detroja	Dimpalben Anilbhai Detroja	Sagarbhai Rasikbhai Jasani	Jitendrabhai Chandulal Lakhtariya	Rakesh Jayantilal Amrutiya
30.09.2022	Yes	Yes	Yes	Yes	No	No

Leave of absence, if required was obtained by Directors and granted in all cases where sorted and no one has abstained himself/herself from all the meetings of the Board of Directors held during a period of twelve months with or without seeking leave of absence from the Board. Hence, no one falls under the limit of section 167(1)(b) of the Companies Act, 2013. The necessary quorum was present for all the meetings.

Frequency and Quorum at these Meetings were in conformity with the provisions of the companies Act, 2013 and the "Listing Regulation" and the listing agreements entered into by the company with the Stock Exchange. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

Disclosure of Relationship Between Directors Inter-Se:

S. No.	Name of Director	Name of Related Director	Relationship
1.	Anilkumar Babulal Detroja	Hitesh Babulal Detroja	Brother
		Dimpalben Anilbhai Detroja	Wife
2.	Hitesh Babulal Detroja	Anilkumar Babulal Detroja	Brother
		Dimpalben Anilbhai Detroja	Sister-in-Law
3.	Dimpalben Anilbhai Detroja	Anilkumar Babulal Detroja	Husband
		Hitesh Babulal Detroja	Brother-in-Law

Familiarization Programme of Independent Directors

Under Familiarization programme all Independent Directors (IDs) inducted into the Board are given an orientation, presentations are made by Executive Directors (EDs) and Senior Management giving an overview of our operations, to familiarize the new IDs with the Company's business operations. The new IDs are given an orientation on our products, group structure and subsidiaries, board constitution and procedures, matters reserved for the Board, and our major risks and risk management strategy.

This policy includes keeping updated to the independent directors about the working of the company and projects in which company is involved various programme are conducted by the company for the ID's. The Policy on the Company's Familiarization Programme for IDs can be accessed at the website <http://www.lexustile.com>

Declaration By Independent Directors

All the Independent Directors have confirmed to the Board that they meet the criteria of independence as specified under Section 149(6) of the Act and that they qualify to be independent directors pursuant to the Rule 5 of the Companies (Appointment and Qualification of Directors) Rules, 2014. They have also confirmed that they meet the requirements of 'Independent Director' as mentioned under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The confirmations were placed before and noted by the Board.

Meetings Of Independent Directors

In Compliance with the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; the Independent Directors Meeting of the Company was held on 17.02.2023. Independent Directors Meeting considered the performance of Non-Independent Directors and Board as whole, reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board.

Whenever any new Independent Director is appointed, he/she is made familiar to the business and its operations and also about his/her role and duties through presentations/programmes by Chairman, Managing Director and Senior Management.

Pursuant to Clause VII of the Schedule IV of the Companies Act, 2013 and Regulation 25 of Listing Regulations, the Independent Directors of the Company are required to hold at least one meeting in a year without the attendance of Non-Independent Directors and Members of Management. All the Independent Directors of the Company shall strive to be present at such meeting.

All Independent Directors were present at the meetings of Independent Directors held on 17.02.2023.

Name of the Member	Position	Status
Mr. Jitendra bhai Chandulal Lakhtariya	Chairman	Non-Executive Independent Director
Mr. Rakesh Jayantilal Amrutiya	Member	Non-Executive Independent Director
Mr. Sagarbhai Rasikbhai Jasani	Member	Non-Executive Independent Director

II. COMMITTEES OF THE BOARD

The Board of Directors has constituted four Committees, viz.

1. Audit Committee
2. Nomination and Remuneration Committee
3. Stakeholders' Relationship Committee
4. Corporate Social Responsibility Committee

1. AUDIT COMMITTEE

The Audit Committee's composition meets with the requirement of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (LODR) Regulations 2015. The Members of the Audit Committee possesses financial / accounting expertise / exposure. The Audit Committee comprised of 3 members as on 31st March, 2023. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the Audit committee along with their meetings held/attended is as follows:

Name of the Member	Position	Designation	Attendance at the Committee Meeting held on			
			30.05.2022	02.09.2022	14.11.2022	11.03.2023
Mr. Jitendra Chandulal Lakhtariya	Chairman	Independent Director	Yes	Yes	Yes	Yes
Mr. Rakesh Jayantilal Amrutiya	Member	Independent Director	Yes	Yes	Yes	Yes
Mr. Anilkumar Babulal Detroja	Member	Managing Director	Yes	Yes	Yes	Yes

Terms of Reference

The terms of reference of the Audit Committee are as under:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.

2. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors
4. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - i. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
 - ii. Changes, if any, in accounting policies and practices and reasons for the same;
 - iii. Major accounting entries involving estimates based on the exercise of judgment by management;
 - iv. Significant adjustments made in the financial statements arising out of audit findings;
 - v. Compliance with listing and other legal requirements relating to financial statements;
 - vi. Disclosure of any related party transactions;
 - vii. Qualifications in the draft audit report.
5. Reviewing, with the management, the half yearly financial statements before submission to the board for approval.
6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, right issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/Draft Prospectus/ Prospectus /notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
7. Review and monitor the auditor's independence, performance and effectiveness of audit process.
8. Approval or any subsequent modification of transactions of the company with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
14. Discussion with internal auditors any significant findings and follow up there on.
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
18. To oversee and review the functioning of the vigil mechanism which shall provide for adequate safeguards against victimization of employees and directors who avail of the vigil mechanism and also provide for direct access to the Chairperson of the Audit Committee in appropriate and exceptional cases.
19. Call for comments of the auditors about internal control systems, scope of audit including the observations of the auditor and review of the financial statements before submission to the Board;
20. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.

21. To investigate any other matters referred to by the Board of Directors;
22. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

The Audit Committee also reviews the following information:

- a. Management discussion and analysis of financial information and results of operations;
- b. Statement of significant related party transactions (as defined by the Audit Committee), submitted by the management;
- c. Management letters / letters of internal control weaknesses issued by the statutory auditors;
- d. Internal audit reports relating to internal control weaknesses; and
- e. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the Audit Committee.

2. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee's Composition meets with the requirement of Section 178 of the Companies Act, 2013 and Regulation 19 of the "SEBI (LODR) Regulations" 2015. The Members of the Nomination committee possesses sound knowledge / expertise / exposure. The Committee comprised of 3 members as on 31st March, 2023. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the Nomination & Remuneration committee along with their meetings held/attended is as follows:

Name of the Member	Position	Designation	Attendance at the Committee Meeting held on
			17.06.2022
Mr. Jitendrabhai Chandulal Lakhtariya	Chairman	Independent Director	Yes
Mr. Rakesh Jayantilal Amrutiya	Member	Independent Director	Yes
Mr. Sagarbhai Rasikbhai Jasani	Member	Independent Director	Yes

Terms of Reference

The terms of reference of the "Nomination/Remuneration Committee" are as under:

1. Formulate the criteria for determining the qualifications, positive attributes and independence of a director and recommend to the Board a policy relating to, the remuneration for directors, KMPs and other employees.
2. Identifying persons who are qualified to become directors and may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Directors their appointment and removal.
3. Formulation of criteria for evaluation of performance of independent directors and Board of Directors
4. Devising a policy on diversity of board of directors.

5. Deciding on, whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
6. Decide the salary, allowances, perquisites, bonuses, notice period, severance fees and increment of Executive Directors.
7. Define and implement the Performance Linked Incentive Scheme (including ESOP of the Company) and evaluate the performance and determine the amount of incentive of the Executive Directors for that purpose.
8. Decide the amount of Commission payable to the Whole time Director / Managing Directors.
9. Review and suggest revision of the total remuneration package of the Executive Directors keeping in view the performance of the Company, standards prevailing in the industry, statutory guidelines etc.
10. To formulate and administer the Employee Stock Option Scheme.

The company has duly formulated the Nomination and Remuneration Policy which is also available at the company website. The Policy formulated by Nomination and Remuneration Committee includes director's appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters as specified under section 178(3) of the Companies Act, 2013 and same was approved by the Board of Directors of the Company.

3. **STAKEHOLDERS RELATIONSHIP COMMITTEE**

The stakeholders Relationship Committee meets with the requirement of the section 178 of the Companies act 2013, and regulation 20 of the SEBI (LODR) Regulations, 2015. The Stakeholders Relationship Committee is mainly responsible to review all grievances connected with the Company's transfer of securities and redressal of shareholders' / investors' / security holders' complaints. The Committee comprised of 3 members as on 31st March, 2023. The Company Secretary is the Secretary and Compliance Officer of the Committee. The detail of the composition of the said committee along with their meetings held/attended is as follows:

Name of the Member	Position	Designation	Attendance at the Committee Meeting held on
			02.09.2022
Mr. Jitendra Chandulal Lakhtariya	Chairman	Independent Director	Yes
Mr. Hitesh Babulal Detroja	Member	Whole-Time Director	Yes
Mrs. Dimpalben Anilbhai Detroja	Member	Whole-Time Director	Yes

Terms of Reference

The terms of reference of the Stakeholder's Relationship Committee are as under:

1. Allotment, transfer of shares including transmission, splitting of shares, changing joint holding into single holding and vice versa, issue of duplicate shares in lieu of those torn, destroyed, lost or defaced or where the cages in the reverse for recording transfers have been fully utilized.
2. Issue of duplicate certificates and new certificates on split/consolidation/renewal, etc.; and

3. Review the process and mechanism of redressal of Shareholders /Investors grievance and suggest measures of improving the system of redressal of Shareholders /Investors grievances.
4. Non-receipt of share certificate(s), non-receipt of declared dividends, non-receipt of interest/dividend warrants, non-receipt of annual report and any other grievance/complaints with Company or any officer of the Company arising out in discharge of his duties.
5. Oversee the performance of the Registrar & Share Transfer Agent and also review and take note of complaints directly received and resolved them.
6. Oversee the implementation and compliance of the Code of Conduct adopted by the Company for prevention of Insider Trading for Listed Companies as specified in the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended from time to time.
7. Any other power specifically assigned by the Board of Directors of the Company from time to time by way of resolution passed by it in a duly conducted Meeting.
8. Carrying out any other function contained in the equity listing agreements as and when amended from time to time.

4. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee meets with the requirements of the Section 135 and Schedule VII of the Companies Act, 2013. The Committee comprised of 3 members as on the date of 31st March, 2023. The Company Secretary is the Secretary and Compliance Officer of the Committee. The details of the composition of the said committee along with their meetings held/attended are as follows:

Name of the Member	Position	Designation	Attendance at the Committee Meeting held on
			02.09.2022
Mr. Anilkumar Babulal Detroja	Chairman	Managing Director	Yes
Mr. Jitendra Chandulal Lakhtariya	Member	Independent Director	Yes
Mr. Hitesh Babulal Detroja	Member	Whole-Time Director	Yes

Terms of Reference

The terms of reference of CSR Committee shall inter-alia include the following:

1. To formulate and recommend to the board, a CSR policy which shall indicate the activities to be undertaken by the Company as per the Companies Act, 2013;
2. To review and recommend the amount of expenditure to be incurred on the activities to be undertaken by the company;
3. To monitor the CSR policy of the company from time to time;
4. Any other matter as the CSR Committee may deem appropriate after approval of the Board of Directors or as may be directed by the board of directors from time to time.

The company has duly formulated the Policy on Corporate Social Responsibility which is also available at the company website. The Policy was approved by the Board of Directors of the company.

III. REMUNERATION OF DIRECTORS

The details of remuneration paid to the Executive and Non-Executive Directors during the FY 2022-23 are given below:

Name Of Directors	Salary	Bonus	Perquisites	Commission	Sitting Fees	Amount In Total
Mr. Anilkumar Babulal Detroja	-	-	-	-	-	-
Mr. Hitesh Babulal Detroja	-	-	-	-	-	-
Mrs. Dimpalben Anilbhai Detroja*	-	-	-	-	-	-
Mr. Babulal Mahadevbhai Detroja*	-	-	-	-	-	-
Mr. Nileshbhai Babubhai Detroja*	-	-	-	-	-	-
Mrs. Parulben Nileshbhai Detroja*	-	-	-	-	-	-
Mr. Jitendra Chandulal Lakhtariya	-	-	-	-	-	-
Mr. Rakesh Jayantilal Amrutiya	-	-	-	-	-	-
Mr. Sagarbhai Rasikbhai Jasani	-	-	-	-	-	-

*Mr. Babulal Mahadevbhai Detroja, Mr. Nilesh Babubhai Detroja and Mrs. Parulben Nileshbhai Detroja resigned w.e.f. June 17, 2022.

* Mrs. Dimpalben Anilbhai Detroja was appointed w.e.f. June 17, 2022.

Note:

- There has been no materially relevant pecuniary transaction or relationship between the Company and its Non-Executive Independent Directors during the period.
- The Company presently does not have the scheme for grant of stock options either to the Executive Directors or employees.
- Service Contracts, Notice Period, Severance Fees: The appointment of the Executive Directors are governed by Resolutions passed by the Shareholders of the Company, which covers the terms and conditions of such appointment, read with the service rule of the Company. A separate service contract is not entered into by the Company with Executive Directors

IV. GENERAL BODY MEETINGS

The details of AGM held during the preceding three financial years are as under:

FY	Date & Time	Location	Items Approved by Special Resolution
2021-22	14 th Annual General Meeting held on Friday, 30.09.2022 at 05:00 P.M.	Held through Video Conferencing ("VC") or Other Audio-Visual Means ("OAVM")	None

2020-21	13 th Annual General Meeting held on Saturday, 20.11.2021 at 02:00 P.M.	Held through Video Conferencing ("VC") or Other Audio-Visual Means ("OAVM")	<ol style="list-style-type: none"> 1. To make investments, give loans, guarantees and security in excess of limits specified under Section 186 of the Companies Act, 2013 2. To revise the borrowing limits 3. To approve material related party transactions
2019-20	12 th Annual General Meeting held on Tuesday, 29.09.2020 at 03:00 P.M.	Held through Video Conferencing ("VC") or Other Audio-Visual Means ("OAVM")	None

Postal Ballot

The Company has conducted the Postal Ballot in accordance with the provisions of Section 110 of the Companies Act, 2013 for obtaining the approval of Shareholders for the purpose of migrating the equity Shares from SME Platform (Emerge) of National Stock Exchange of India Limited to Main Board of NSE.

The Postal Ballot was started from Saturday, 30th April, 2022 at 9:00 AM (IST) and ended on Monday, 30th May, 2022 at 5:00 PM. (IST) in the FY 2022-23.

The Board of Directors of the Company, at its meeting held on Wednesday, 20th April, 2022 has appointed Mrs. Manisha Godara, (Membership No. 36531) proprietor of **M/s Manisha Godara & Associates, Practicing Company Secretaries, Delhi**, as the Scrutinizer for conducting the Postal Ballot (only through Remote E-voting process) in a fair and transparent manner.

The Special Resolution was declared to be passed with requisite majority on Monday, 30th May 2022. The details of voting pattern are as under:

Agenda Item					Migration of Listing/Trading of Equity Shares of The Company From SME Platform (Emerge) of National Stock Exchange of India Limited (NSE) To Main Board of NSE			
Resolution Required					Special Resolution			
Whether Promoter & Promoter Group are interested in the Agenda/Resolution					No			
Category	Mode of voting	No. of Shares Held	No. of Votes	% of Votes	No. of Votes in Favor	No. of Votes in against	% Votes in Favor	% of Votes in against
		(1)	(2)	3)={2)/(1)}*100	(4)	(5)	(6)={4)/(2)}*100	(7)=(5)/2)*100
Promoter and Promoter Group	E-voting	10131724	778600	7.68	NOT CONSIDERED			
	Poll		-	-				
	Postal Ballot		-	-				
	Total		778600	7.68				
Public Institutions	E-voting	-	-	-	-	-	-	-
	Poll	-	-	-	-	-	-	-

	Postal Ballot		-	-	-	-	-	-
	Total		-	-	-	-	-	-
Public-Non Institutions	E-voting	9059000	4459000	49.22	4459000	-	49.22	0.00
	Poll		-	-	-	-	-	-
	Postal Ballot		-	-	-	-	-	-
	Total		4459000	49.22	4459000	-	49.22	0.00
Total		19190724	5237600	27.29%	4459000	-	49.22%	0.00

V. MEANS OF COMMUNICATIONS

The company promptly discloses information on material corporate developments and other events as required under Listing Regulations. Such timely disclosures indicate the good corporate governance practices of the Company. For this purpose, it provides multiple channels of communications through dissemination of information on the on – line portal of the Stock Exchanges, press releases, the Annual Reports and by placing relevant information on its website.

a) Quarterly Results

Prior intimation of the Board Meetings to consider and approve Unaudited / Audited Financial Results of the Company are given to the Stock Exchanges and also disseminated on the website of the Company at <http://www.lexustile.com>. After the aforesaid Financial Results are approved at the Board Meetings, the same are immediately intimated to the Stock Exchanges. The Annual Audited Financial Statements of the Company were sent to the Members of the Company in the prescribed manner in terms of the Act, the Rules made thereunder, and the Listing Regulations read together with the circulars issued thereunder including MCA General Circulars No. 14/2020, No. 17/2020, No. 20/2020, No. 02/2021 and No. 2/2022 dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021 and May 5, 2022 respectively read with SEBI Circulars No. SEBI/HO/CFD/CMD1/CIR/P/2020/79, No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 and No. SEBI/HO/CFD/CMD2/ CIR/P/2022/62 dated May 12, 2020, January 15, 2021 and May 13, 2022 respectively

b) Publication of Financial Information

The Financial Results of the Company are normally published in widely circulated daily newspapers, such as, “Financial Express” (English) and “Phulchhab” (Gujarati).

c) Website And News Releases

In compliance with Regulation 46 of the Listing Regulations, a separate dedicated section under ‘investor relation’ on the Company’s website gives information on various announcement made by the Company, Annual reports, quarterly/half yearly/ Nine – months and Annual financial results along with the applicable policies of the Company. The Company’s official new releases and presentations made to the institutional investors and analyst are also available on the Company’s website <http://www.lexustile.com>. Quarterly compliance reports and other relevant information of interest to the investors are also placed under the Investor Relation sections on the Company’s website

d) Press/News Releases

Official Press Releases including Press Release on Financial Results of the Company are sent to the Stock Exchanges and the same are subsequently hosted on the website of the Company

VI. GENERAL SHAREHOLDER INFORMATION

Date, time and venue of Annual General Meeting	The ensuing 15 th AGM of the Company will be held on Friday, 29 th day of September, 2023 at 1:00 PM through Video Conference (VC)/Other Audio-Visual Means (OAVM)
Financial Year	The Company's financial year begins on April 1 and ends on March 31
Dividend	No Dividend has been declared by the company for the year ended March 31, 2023 with a futuristic approach to retain the earnings in the business for expansion from internal accrual for the growth of the company.
Stock Exchange	<p>The equity shares of the company are listed on:</p> <p>National Stock Exchange of India Ltd (NSE) Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400051 Tel.: +91 22 2659 8100 Fax: +91 22 2659 8120 Website: www.nseindia.com</p> <p>The Company has paid the requisite Annual Listing Fees to the Stock Exchange for the financial year 2022-23.</p>
Registrar & Share Transfer Agents	<p>Bigshare Services Private Limited Office No S6-2, 6th floor Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093, India</p>
Stock Code	NSE- LEXUS
Plant Location	The Company's plants is located at Survey No. 800, Opp. Lakhdhirpur Village Lakhdhirpur Road, N. H. 8A, Tal. Morbi Lakhdhirpur Rajkot GJ 363642 IN
Investor Contact	<p>Registered Office: Survey No. 800, Opp. Lakhdhirpur Village Lakhdhirpur Road, N. H. 8A, Tal. Morbi Lakhdhirpur Rajkot GJ 363642 IN Email: cs@lexustile.com Website: www.lexusgranito.com CIN: L26914GJ2008PLC053838</p>
Name, Designation and address of Compliance Officer	<p>Ms. Preeti Agarwal Company Secretary & Compliance Officer Survey No. 800, Opp. Lakhdhirpur Village Lakhdhirpur Road, N. H. 8A, Tal. Morbi Lakhdhirpur Rajkot GJ 363642 IN Email: cs@lexustile.com</p>

Stock Market Data

The monthly high and low quotations, as well as the volume of shares traded at NSE during each month for the 12 months period ended March 31, 2023 are as under:

Month	High	Low	Volume
Apr-22	55	29.4	316000
May-22	73.8	52.05	708000
Jun-22	77	50.5	117000
Jul-22	64	42.95	106000
Aug-22	69.45	60.75	43000
Sep-22	100.3	49.6	2366000
Oct-22	100	77	135000
Nov-22	80.05	60	79000
Dec-22	92.25	59.75	485000
Jan-23	72	61	310000
Feb-23	75	59	108000
Mar-23	88.8	58	489429

Disclosures With Respect To Demat Suspense Account/ Unclaimed Suspense Account

Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	NIL
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	NIL
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	NIL

Share Transfer System

Physical shares sent for transfer are duly transferred within 15 days of receipt of the documents, if the documents are complete in all respects. Shares under objection are returned within 7 working days.

All requests for dematerialisation of shares are processed and confirmed to the depositories, NSDL and CDSL, within 15 days. Share Transfers in physical form can be lodged with M/s Bigshare Services Private Limited, Registrar & Share Transfer Agents at Office No S6-2, 6th floor Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093, India.

The Members holding shares in electronic mode should address all their correspondence to their respective Depository Participant (DP) regarding change of address, change of Bank Account Mandate and Nomination.

Distribution of Shareholding

Shares held by different categories of shareholders and according to the size of holdings as on 31st March 2023 are given below:

Category (in Rs.)	Number of Shareholders	Percentage	Share Amount	Percentage
1-5000	202	25.83	176420	0.09
5001-10000	187	23.91	1814750	0.94
10001-20000	101	12.91	1925150	1.00
20001-30000	91	11.63	2712310	1.41
30001-40000	25	3.19	972220	0.50
40001-50000	22	2.81	1093500	0.56
50001-100000	56	7.16	4421910	2.30
100001-Above	98	12.53	178790980	93.16
Total	782	100%	191907240	100%

Category of shareholders	No. of Shares held	% of shareholding
Promoters	4580750	23.87 %
Bodies Corporate (Promoter)	5550974	28.93%
Bodies Corporate	4424317	23.05%
Clearing Members	39530	0.21%
Non-Resident Indians	70	0.00%
Public	4595083	23.94%
Alternate Investment Fund	-	-
Total	19190724	100%

Dematerialization Of Shares And Liquidity

The Company's shares are tradable compulsorily in electronic form. We have established connectivity with both the Depositories, i.e., NSDL and CDSL. The International Securities Identification Number ('ISIN') allotted to the Equity Shares under the Depository System is **INE500X01013**.

As on March 31, 2023, the company has 19190724 equity shares representing 100% of the company's share capital which is in dematerialized form. Secretarial Audit Report for Reconciliation of the Share Capital of the Company obtained from Practising Company Secretary has been submitted to Stock Exchanges within stipulated time.

Outstanding GDRS / ADRS Or Warrants Or Any Convertible Instruments, Conversion Date And Any Likely Impact On Equity

As on date there are no outstanding warrants or any convertible instruments. The Company has not issued any GDR/ADR.

Commodity Price Risk Or Foreign Exchange Risk And Hedging Activities

With reference to Circular bearing Ref. No. SEBI/HO/CFD/CMD1/CIR/P/2018/0000000141 dated 15th November 2018 issued by Securities and Exchange Board of India, on disclosures regarding commodity risks by listed entities, the Company is actively working on mitigating commodity risks and foreign exchange risks.

Details Of Shareholders' Complaints

In compliance with the requirements of SEBI Circular No. CIR/OIAE/2/2011 dated June 3, 2011, the Company has obtained exclusive User Id and Password for processing the investor complaints in a centralized web-based SEBI Complaints Redress System - 'SCORES'. This enables the investors to view online the actions taken by the Company on their complaints and current status thereof, by logging on to the SEBI's website www.sebi.gov.in

No shareholder complaints were lying unresolved as on March 31, 2023 under 'SCORES'. It is confirmed that there was no request for registration of share transfers / transmissions lying pending as on March 31, 2023 and that all requests for issue of new certificates, sub-division or consolidation of shareholdings, etc., received upto March 31, 2023 have since been processed. The Company has an efficient system in place to record and process all requests for dematerialization and re-materialization of shares of the Company through National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL).

VII. OTHER DISCLOSURES

a) Materially significant Related Party Transactions.

All contracts/arrangements/transactions that were entered by the Company during the Financial Year were in Ordinary Course of the Business and on Arm's Length basis. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) (h) of the Companies Act, 2013 is disclosed in Form AOC-2 in **Annexure-I** is annexed to this report.

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements. Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) along with the justification for entering into such contract or arrangement is disclosed in the financials.

b) Statutory Compliance, Penalties and Strictures

There were the following cases of non-compliance with Stock Exchanges or SEBI regulations during the preceding three years.

2021-22	Delayed compliance of Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of Annual Report for the year 2020-21 on the date of commencement of dispatch to shareholders. The penalty of Rs. 66,080/- has been imposed by National Stock Exchange Board of India.
2020-21	Delayed compliance of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of financial results as on 30 th September, 2020 within 45 days from the end of the quarter. The penalty of Rs.

	<p>17,700/- has been imposed by National Stock Exchange Board of India.</p> <p>Delayed compliance of Regulation 13(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of statement of shareholders compliant within 21 days from the end of quarter. The penalty of Rs. 1,180/- has been imposed by National Stock Exchange Board of India</p>
2019-20	<p>Delayed compliance of Regulation 76 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of Reconciliation of Share Capital Audit Report with the Stock Exchange for the quarter ended December 31, 2019. However, no penalty has been imposed by any regulator /authority regarding the same.</p> <p>Delayed compliance of Regulation 13(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding submission of Statement of Investor Complaints with the Stock Exchange for the quarter ended December 31, 2019. However, no penalty has been imposed by any regulator /authority regarding the same.</p>

c) Vigil Mechanism & Whistle Blower

The company has established a Whistle Blower Policy which also incorporates a Vigil Mechanism in terms of the SEBI (LODR) Regulations, 2015 for directors and employees commensurate to the size and the business of the company to promote ethical behaviour, actual or suspected fraud or violation of our code of conduct and ethics. Under the said mechanism, the employees are free to report violations of applicable laws and regulations and the code of conduct. It also provides for adequate safeguards against the victimization of persons who use such mechanism.

The Whistle Blower Policy of the Company is also available on the website of the company at the link www.lexustile.com

None of the Company's personnel has been denied access to the Audit Committee under the said policy.

- d) The company has complied with all mandatory requirements and has also adopted few non-mandatory requirements listed in Regulation 27(1) as specified in Part E of Schedule II of the SEBI Listing Regulations.
- e) The policy for determining material subsidiary is disclosed on the website of the company at the link www.lexustile.com
- f) The policy on dealing with related party transactions is disclosed on the website of the company at the link www.lexustile.com
- g) A certificate from 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 directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority is enclosed with the Corporate Governance report.
- h) Disclosure of instances along with the reasons, where the Board of Directors had not accepted any recommendation of any Committee of the Board which is mandatorily required, in the financial year 2022-23:

There was no instance during the financial year 2022-23, where the Board of Directors did not accept the recommendation of any Committee of the Board which it was mandatorily required to accept.

i) Total fees for all services paid by the Company to the Statutory Auditor

Total fees for all services paid by the Company, to **M/s Ashok Holani & Co.** (Statutory Auditor of the Company) and other firms in the network entity of which the Statutory Auditor is a part, as included in the financial statements of the Company for the year ended 31st March, 2023, are as follows:

Fees for audit and related services paid to M/s Ashok Holani & Company	Rs. 3.50 Lakhs
Other Services	Rs. 5.00 Lakhs
Total	Rs. 8.50 Lakhs

j) Prevention of Sexual Harassment of Women at Workplace

Our Company is an equal opportunity provider and believes in providing opportunity and key positions to women professionals. At the same time, it has been an Endeavour of the Company to support women professionals through a safe, healthy and conducive working environment by creating and implementing proper policies to tackle issues relating to safe and proper working conditions for them.

The Company has zero tolerance towards sexual harassment of Women at workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment of Women at Workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules there under.

The following is the summary of Sexual Harassment Complaints received and disposed off during the year 2022-23.

- a. Number of Complaints of Sexual Harassment filed during the Financial year: NIL
- b. Number of Complaints disposed off during the year: 2 (Two)
- c. Number of Complaints pending as on the end of the Financial year: NIL

k) Loans and advances in the nature of loans to firms/companies

During the financial year 2022-23, no loan or advances in the nature of loan has been given to firms/companies in which directors are interested.

- l) The Company has followed and prepared the Financial Statements in accordance with Companies (Indian Accounting Standards (IND AS) Rules, 2015 under Section 133 of the Companies Act, 2013). The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.**

INDEPENDENT AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

TO THE MEMBERS OF

Lexus Granito (India) Limited
Survey no. 800, Opp. Lakhdirpur Village,
Lakhdirpur Road, N. H. 8A, Tal. Morbi,
Rajkot - 363642 Gujarat

We have examined the compliance of conditions of corporate governance by Lexus Granito (India) Limited ("the Company") for the year ended on March 31, 2023, as stipulated in Regulations 17 to 27, clauses (b) to (i) of Regulation 46(2) and paragraphs C, D and E of Schedule V to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of corporate governance. It is neither an audit nor an expression of an opinion on the financial statements of the Company.

We have examined the relevant records of the Company in accordance with the Generally Accepted Auditing Standards in India, to the extent relevant, and as per the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India.

In our opinion and to the best of our information and according to our examination of the relevant records and the explanations given to us, we certify that the Company has complied with the conditions of corporate governance as stipulated in the above-mentioned Listing Regulations.

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

Place: New Delhi
Dated: 29.08.2023

For Manisha Godara & Associates
Company Secretaries

Sd/-
CS Manisha Godara
M.No.: A36531
Cp No.: 13570
UDIN: A036531E000888426

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

For the Financial Year ended March 31, 2023

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

To,

Dt. 29-08-2023

The Members

Lexus Granito (India) Limited

Survey no. 800, Opp. Lakhdhirpur Village,

Lakhdhirpur Road, N. H. 8A, Tal. Morbi,

Rajkot - 363642 Gujarat

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Lexus Granito (India) Limited** having CIN: **L26914GJ2008PLC053838** and having registered office **Survey no. 800, Opp. Lakhdhirpur Village, Lakhdhirpur Road, N. H. 8A, Tal. Morbi, Rajkot - 363642 Gujarat** (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para- C Sub clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31st March, 2023 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

S.N	Name of Director	DIN	Designation	Date of Appointment
1.	Anilkumar Babulal Detroja	03078203	Chairman & Managing Director	22/05/2010
2.	Hitesh Babulal Detroja	02760273	Whole-Time Director	02/08/2010
3.	Dimpalben Anilbhai Detroja	09639482	Whole-Time Director	17/06/2022
4.	Jitendrabhai Chandulal Lakhtariya	08344782	Independent Director	05/02/2019
5.	Rakesh Jayantilal Amrutiya	08421454	Independent Director	23/04/2019
6.	Sagarbhai Rasikbhai Jasani	08604418	Independent Director	26/11/2019

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

For Manisha Godara & Associates
Company Secretaries

Sd/-
CS Manisha Godara
M.No.: A36531
CP No.: 13570
UDIN: A036531E000888569

Annexure- IX

CFO CERTIFICATION

To,
The Board of Directors,
Lexus Granito (India) Limited,
Morbi, Gujarat

We the undersigned, in our respective capacities as Managing Director and Chief Financial Officer of the company to the best of our knowledge and belief certify that:

- a) We have reviewed Financial Statements (Balance-Sheet, Statement of profit and loss account, and all the schedules and notes on accounts) and the Cash flow Statement Results and Board Report for the year ended 31st March, 2023 and that to the best of our knowledge, belief and information, we state that:
 - i. These financial statements do not contain any materially untrue statement or omit any material fact nor contain statements that might be misleading.
 - ii. These financial statements present a true and fair view of the Company's affairs and are in compliance with the applicable laws and regulations.
- b) To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March 2023, which are fraudulent, illegal or violative of the Company's code of conduct.
- c) That we accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of internal controls, if any, of which we have become aware and the steps that we had taken or propose to take to rectify the identified deficiencies.
- d) We do certify that:
 - i. There has not been any significant change in internal control over financial reporting during the year under reference;
 - ii. There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements; and

- iii. There have been no instances of significant fraud of which I have become aware and the involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Sd/-

Ishwarbhai Keshavjibhai Sanghani
(Chief Financial Officer)
(PAN: BSUPS1326J)

Sd/-

Anilkumar Babulal Detroja
(Chairman and Managing Director)
(DIN: 03078203)

Place: Morbi

Date: 26.08.2023

Annexure- X

DECLARATION ON CODE OF CONDUCT

As provided under Regulation 34(3) read with Schedule V of the Securities & Exchange Board of India (Listing Obligation & Disclosure Requirement) Regulations 2015. The members of the Board of Director and Senior Management have affirmed compliance with code of conduct of Board of Directors and Senior Management for the year ended 31st March, 2023.

Sd/-

Ishwarbhai Keshavjibhai Sanghani
(Chief Financial Officer)
(PAN: BSUPS1326J)

Place: Morbi

Date: 26.08.2023

INDEPENDENT AUDITORS REPORT

To
The Members of
LEXUS GRANITO INDIA LIMITED
Morbi

Report on the Ind AS Financial Statements

Opinion

We have audited the financial statements of LEXUS GRANITO INDIA LIMITED (“the company”), which comprise the Balance Sheet as at 31 March 2023 and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the “financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Companies Act, 2013 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 March 31, 2023 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis of Opinion

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

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matter to be communicated in our report.

Key Audit Matters	Auditor’s Response
Non-Provision for expected credit loss The company has not made any provisions for the expected credit losses for the trade receivables in accordance with the company accounting policy in	Our audit procedures include the followings: <ul style="list-style-type: none">• Obtained an understanding of the management process and internal controls regarding collection from trade receivables.

<p>this respect as mentioned in note 1(11) to the financial statements.</p>	<ul style="list-style-type: none"> • Securitized trade receivables ledgers to verify completeness of the transactions. • A letter has been issued to the company as per TCWG to provide expected credit loss on the balances of trade receivables amounting to Rs. 732.59 Lacs outstanding for more than 12 months and shown under non-current assets in the financial statements. It was further suggested to provide expected credit loss of Rs.36.62 Lacs (5% of the trade receivable amount) in the books. <p>Company Management stated in their commentary to TCWG that they are confident of recovering the full amount from the trade receivables and hence no provision is made for expected credit losses.</p>
---	---

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

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

To express an opinion on these financial statements based on our audit. We have considered the provisions of the Act, the Indian accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules there under. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Responsibilities of the Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the 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.

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

In preparing the financial statements, Board of Directors is responsible for assessing the Company's ability to continue as 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 are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole free from material misstatement are, 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 aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

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

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("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 paragraph 3 and 4 of the order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.
 - c) The Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account and the returns received from the branches not visited by us.
 - d) In our opinion, the aforesaid financial statements comply 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.
 - e) On the basis of written representations received from the directors as on 31 March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31 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"

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 Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There were no amounts which are required to be transferred to the Investor Education and Protection Fund by the company.

iv. (a) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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;

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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

(c) Based on such audit procedures we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

(d) There were no dividends declared and paid by company during the year.

(e) Whether the company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention. *(Not applicable for current financial year)*

Place: Morbi

Dated: 30.05.2023

ASHOK HOLANI AND COMPANY
Chartered Accountant
FRN : 009840C

DEEPAK KUMAR JANGID
Partner
Membership No. 447352
UDIN: 23447352BGXJZF1344

Annexure A referred to in paragraph 7 of our report of even date to the members of LEXUS GRANITO (INDIA) LIMITED on the financial statements of the company for the year ended March 31, 2023.

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) (A) The company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment.
(B) The company has maintained proper records showing full particulars of intangible asset.
- (b) According to the information and explanations given to us and based on the records of the company examined by us, Property, Plant and Equipment have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and based on the records of the company examined by us, the total assets of the company include immovable property and the title deed of the immovable property are held in the name of the company.
- (d) According to the information and explanations given to us and based on the records of the company examined by us, the company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible asset or both during the year.
- (e) According to the information and explanations given to us and based on the records of the company examined by us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
2. (a) According to the information and explanations given to us and based on the records of the company examined by us, physical verification of inventory has been conducted at annual basis by the management but the coverage and procedure of such verification by the management should be strengthened and improved.
- (b) According to the information and explanations given to us and based on the records of the company examined by us, the company has been sanctioned working capital limits in excess of five crore rupees from banks. The company prepares and files its financial statements on a half-yearly basis therefore it is not possible for us to comment on quarterly statements filed by the company to bank. On review of the half yearly statements filed with banks with the financial statements prepared there is significant variations reported below.

(Rs. In Lakhs)

Particulars	Amount reported in statement filed with bank(A)	Amount reported in financial statement(B)	Difference (A-B)
First Half Year			
Inventory	6,088.33	6,818.69	(730.36)
Trade Receivable	1,922.52	1,581.37	341.15
Trade Payable	2,703.17	4,619.70	(1916.53)
Second Half Year			
Inventory	4,811.89	7,154.84	(2342.95)
Trade Receivable	2,314.10	2,176.59	137.51
Trade Payable	3,303.36	5,584.98	(2281.62)

3. According to the records of the company examined by us and as per the information and explanations given to us, the company had not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefor reporting under sub clause (a) A B, (b),(c),(d),(e),(f) not applicable to company.
4. According to the records of the company examined by us and as per the information and explanations given to us, the company has not provided any loans, secured or unsecured or advances in the nature of loans, therefore the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities are not applicable on the company.
5. The company has not accepted any deposits from the public covered under section 73 to 76 of the Companies Act, 2013
6. As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013.
- 7 (a) According to the information and explanations provided to us and based on the records of the company examined by us, the company is not regular in depositing undisputed statutory dues including goods and service tax, Tax deducted at source, Tax collection at source, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, following undisputed amounts were payable in respect of the above were in arrears as on 31st march, 2023 for a period of more than six months from the date on when they become payable.

Nature of Tax	Period	Amount (In Lakh)
Tax Deducted at Source (Demand)	2012-23	46.97
Total		46.97

- (b) According to the information and explanations given to us and based on the records of the company examined by us, there are no outstanding dues of Income tax or Sales tax or Service tax or Duty of Customs or duty of excise or value added tax which should be deposited on account of any dispute except as mentioned below:

Name of the statute	Nature of Dues	Period (A.Y)	Forum where dispute is pending	Outstanding Amount involved (Rs. In Lakh)
Income Tax Act	Income Tax	2015-16	CIT (A)	16.37
Income Tax Act	Income Tax	2018-19	CIT (A)	152.03
Income Tax Act	Income Tax	2015-16	CPC	48.21
Income Tax Act	Income Tax	2016-17	CPC	288.59
Income Tax Act	Income Tax	2018-19	CPC	106.23
Goods & service Tax	GST, Interest & penalty	2017-20	Commissioner of GST	58.44
Grand Total				669.87

8. According to the information and explanations given to us and based on the records of the company examined by us, there is no transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
9. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company has made defaults in repayment of loans or borrowing/interest to a financial institution or dues to debenture holders. The company has made

settlement with lenders and debenture holders and obtained no objection certificate from such lender. Details of defaults is as under: -

Nature of borrowing, including debt securities	Name of lender	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
Debenture	Catatyst Trustship Limited (Debenture Trustee)	783.33 Lakhs	Principal - Rs. 640 Lakh	Rs. 320 Lakh-24 months	The company has executed a settlement agreement with debentures holders dated 20.01.2022. As per the settlement agreement the company will pay an lump sum amount of Rs 300,00,000/- on the terms contained in Settlement Agreement, towards full and final settlement towards the outstanding amounts and all other amounts payable. As per agreement company required to pay amount on 29.04.2022 in a single installment but company only paid 25.00 lakhs till date and balance amount is still pending.
				Rs. 320 Lakh -21 months	
			Interest - 39.87 Lakh	30 months	
			Review Fees- Rs.92.80 Lakh	Rs.46.40 Lakh-24 months	
				Rs.46.40 Lakh-21 months	

- (b) According to the information and explanations given to us and based on our findings the company is not a declared willful defaulter by any bank or financial institution or other lender.
- (c) According to the information and explanations given to us and based on our findings of the same, the company has applied term loans availed from the bank and financial institutions for the purpose for which the loans were obtained
- (d) According to the information and explanations given to us and based on our findings of the same, the company has not applied any funds raised on short term basis for the for the long-term purposes.
- (e) According to the information and explanations given to us and based on our findings 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.
- (f) According to the information and explanations given to us and based on our findings, company has not raised any loans during the year on the pledge of securities held in its subsidiaries,

joint ventures or associate companies

10. (a) According to the information and explanations given to us and based on the records of the company examined by us, company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year.
(b) According to the information and explanations given to us and based on the records of the company examined by us, company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
11. (a) During the course of our examination of the books and records of the company carried in accordance with the auditing standards generally accepted in India, we have neither come across any instance of fraud by the company.
(b) According to the information and explanations given to us and based on the records of the company examined by us, no report has been required to be filed by the auditor under sub-section (12) of section 143 of the Companies Act, 2013 in form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
(c) According to the information and explanations given to us and based on the records of the company examined by us, there is no whistle-blower complaints against the company.
12. In our opinion and according to the information and explanations given to us, the company is not a Nidhi Company. Hence, Sub clause a,b,c of is not applicable to it.
13. According to the information and explanations given to us and based on the records of the company examined by us, the company is in compliance with Sections 177 and 188 of Companies Act, 2013 where applicable rules, and where applicable, for all transactions with the related parties and the details of the related party transaction have been disclosed in the financial statements as required by the applicable accounting standards.
14. As per section 138 of Companies Act, 2013 read with rule 13 of Companies (Accounts) Rules, 2014 company is required to appoint internal auditor as per size and nature of its business. However, no internal auditor was appointed by the company.
15. According to the records of the company examined in course of our audit and as per information and explanations given to us, the company has not entered in any non-cash transaction with directors or persons connected with him. Hence, provisions of Section 192 are not applicable to the company.
16. According to information and explanations given to us and on the basis of records of the company examined by us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, sub clause b, c and d are not applicable on the company.
17. According to information and explanations given to us and on the basis of records of the company examined by us, the company has not incurred cash losses in the current financial year.
18. According to information and explanations given to us and on the basis of records of the company examined by us there has been no resignation of the statutory auditors during the year.
19. According to information and explanations given to us and on the basis of records of the company examined 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, there were no material uncertainty exists as on the date of the audit report that company is incapable 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;
20. According to information and explanations given to us and on the basis of records of the company

examined and as per section 135 of Companies Act,2013 CSR is not applicable on the company for the financial year covered under the audit, hence, Sub clause a and of is not applicable to it.

21. According to information and explanations given to us and on the basis of records of the company is not holding company or subsidiary company of any company, hence reporting under this clause is not applicable to the company.

Place: Morbi

Dated: 30.05.2023

For ASHOK HOLANI AND COMPANY
Chartered Accountants
FRN : 009840C

DEEPAK KUMAR JANGID
Partner
Membership No. 447352
UDIN: 23447352BGXJZF1344

Annexure B referred to in paragraph 7(g) of our report of even date to the members of LEXUS GRANITO INDIA LIMITED on the Financial Statements of the company for the year ended March 31, 2023.

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 **LEXUS GRANITO INDIA LIMITED**. (“The Company”) as of 31 March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the 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 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. 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 31 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.

Place: Jaipur

Dated: 30.05.2023

ASHOK HOLANI AND COMPANY
Chartered Accountant
FRN : 009840C

DEEPAK KUMAR JANGID
Partner
Membership No. 447352
UDIN: 23447352BGXJZF1344

LEXUS GRANITO (INDIA) LTD
CIN: L26914GJ2008PLC053838
BALANCE SHEET AS AT MARCH 31, 2023

(Rs. in Lakhs)

Particulars	Note No.	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
A. ASSETS				
(1) NON-CURRENT ASSETS				
(a) Property, Plant and Equipment	2.1	5,674.55	3,215.85	4,524.86
(b) Capital Work-in-Progress	2.3	28.19	2,435.48	-
(c) Other Intangible Assets	2.1	2.15	2.30	2.62
(d) Right to use assets	2.2	51.63	74.58	97.53
(e) Financial Assets				
(i) Investments	3	0.89	0.89	310.20
(ii) Trade Receivables	4	732.59	608.13	1,389.85
(iii) Loans		-	-	-
(iv) Other Financial Assets	5	243.65	259.96	457.35
(f) Deferred Tax Assets (Net)	6	113.76	141.26	120.22
(g) Other Non-current Assets	7	0.13	0.13	0.13
SubTotal Non Current Assets		6,847.55	6,738.58	6,902.76
(2) CURRENT ASSETS				
(a) Inventories	8	7,154.84	6,268.63	5,742.80
(b) Financial Assets				
(i) Investments				
(ii) Trade Receivables	9	1,444.00	2,068.47	1,899.27
(iii) Cash and Cash Equivalents	10	23.91	19.05	17.58
(iv) Bank Balance other than (iii) above	10	-	0.13	0.02
(v) Other Financial Asset	11	119.37	104.14	137.35
SubTotal Current Assets		8,742.12	8,460.42	7,797.02
Total Assets (1+2)		15,589.67	15,199.01	14,699.78
EQUITY AND LIABILITIES				
(1) EQUITY				
(a) Equity Share capital	12	1,919.07	1,919.07	1,919.07
(b) Other Equity	13	116.45	1,294.81	125.47
Total Equity		2,035.52	3,213.88	2,044.54
(2) LIABILITIES				
(1) Non Current Liabilities				
(a) Financial liabilities				
(i) Borrowings	14	3,931.50	2,531.29	3,234.14
(iia) Lease liabilities	14	49.51	73.95	100.84
(ii) Trade payables	15			
A. Total outstanding dues of micro enterprises and small enterprises		22.99	82.72	499.92
B. Total outstanding dues of creditors other than micro enterprises and small enterprises		2,060.66	512.81	569.80
(iii) Other financial liabilities	16	225.73	31.69	23.80
(b) Provisions	17	34.31	31.67	39.00
(c) Deferred tax liabilities (net)				
(d) Other non current liabilities				
Sub Total Non Current Liabilities		6,324.70	3,264.12	4,467.53
(2) Current Liabilities				
(a) Financial liabilities				
(i) Borrowings	18	2,927.12	3,282.89	4,103.95
(ii) Trade payables	19			
A. Total outstanding dues of micro enterprises and small enterprises		124.21	626.78	776.89
B. Total outstanding dues of creditors other than micro enterprises and small enterprises		3,377.13	3,981.40	2,659.30
(iii) Other financial liabilities		-	-	-
(b) Other current liabilities	20	790.17	822.47	642.60
(c) Provisions	21	10.82	7.47	4.98
(d) Current tax liabilities (net)		-	-	-
Sub Total Current Liabilities		7,229.45	8,721.00	8,187.72
Total Liabilities (1+2)		13,554.15	11,985.13	12,655.24
Total Equity and Liabilities (1+2)		15,589.67	15,199.01	14,699.78
Significant Accounting Policies and Notes to Financial Statements		1 to 32	For and on behalf of the Board of Directors of LEXUS GRANITO (INDIA) LTD	
In terms of our report of even date FOR ASHOK HOLANI & CO FRN: 009840C Chartered Accountants				
Deepak Kumar Jangid Partner M. No. 447352 Date : 30.05.2023 Place : Morbi UDIN: 23447352BGXJZF1344		Anilkumar B Detroja Managing Director DIN:- 03078203	Hitesh B Detroja Whole Time Director DIN:- 02760273	
		Ishwarbhai K Sanghani Chife Financial Officer PAN: BSUPS1326J	Kirti Goyal Company Secretary PAN:CAUPG0554R	

LEXUS GRANITO (INDIA) LTD
CIN: L26914GJ2008PLC053838
STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2023

(Rs. in Lakhs)

Particulars	Note No.	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Income			
I. Revenue from operations	22	10,097.75	13,872.67
II. Other Income	23	109.15	1,085.39
III. Total Income (I + II)		10,206.89	14,958.06
IV Expenses:			
Cost of materials consumed	24	1,378.76	2,557.79
Purchases of Stock-in-trade	25	811.02	1,431.78
Changes in stock of finished goods, work-in progress and stock-in-trade	26	(56.03)	(1,487.14)
Employee benefit expense	27	358.93	472.39
Finance costs	28	433.02	594.69
Depreciation and amortisation expense	2	1,344.90	842.48
Other expenses	29	7,093.24	9,472.53
Total expenses (IV)		11,363.85	13,884.51
V Profit before exceptional and tax (III - IV)		(1,156.95)	1,073.55
VI Exceptional items			-
VII Profit before tax (V-VI)		(1,156.95)	1,073.55
VIII Tax expense			
Current tax		-	6.74
Tax expense for previous year		-	(65.29)
Deferred tax (Assets/Liabilities)	6	(25.80)	(25.54)
IX Profit for the period (VII-VIII)		(1,182.76)	1,157.65
X Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Remeasurement of Investments			-
Income Tax relating to above			-
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit plans		6.09	16.20
Income Tax relating to above		(1.69)	(4.51)
Total Other Comprehensive Income (X)		4.40	11.69
XI. Total Comprehensive Income for the year (IX+X)		(1,178.36)	1,169.34
XII Earnings per equity share of Rs. 10 each (In Rs.)			
(1) Basic	30	(6.16)	6.03
(2) Diluted	30	(6.16)	6.03
Significant Accounting Policies and Notes to Financial Statements	1 to 32	For and on behalf of the Board of Directors of LEXUS GRANITO (INDIA) LTD	
In terms of our report of even date attached		Anilkumar B Detroja	Hitesh B Detroja
FOR ASHOK HOLANI & CO		Managing Director	Whole Time Director
FRN: 009840C		DIN:- 03078203	DIN:- 02760273
Chartered Accountants			
DEEPAK JANGID		Ishwarbhai K Sanghani	Kirti Goyal
Partner		Chife Financial Officer	Company Secretary
M. No. 447352		PAN: BSUPS1326J	PAN:CAUPG0554R
Date : 30.05.2023			
Place: Morbi			
UDIN: 23447352BGXJZF1344			

LEXUS GRANITO (INDIA) LTD
CIN: L26914GJ2008PLC053838
Cash Flow Statement for the year ended March 31, 2022

(Rs. in Lakhs)

Particulars	For The Year Ended 31st March, 2023	For The Year Ended 31st March, 2022
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax	(1,156.95)	1,073.55
Adjustments for:		
Depreciation and amortisation of Property, Plant and Equipment	1,344.90	842.48
Finance costs	433.02	594.69
Re-measurement gain/loss on routed through OCI	6.09	16.20
Operating profit / (loss) before working capital changes	627.05	2,526.91
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Investment	-	-
Inventories	(886.21)	(525.82)
Trade receivables	500.02	612.52
Other Financial asset	(15.23)	33.22
Other Current assets	-	-
	(401.43)	119.91
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	381.28	697.78
Other financial liabilities	-	-
Other current liabilities	(32.30)	179.87
Current tax liabilities	-	-
Provisions	3.35	2.49
	352.33	880.14
Cash generated from operations	577.95	3,526.97
Net income tax (paid) / refunds	-	58.56
Net cash flow from operating activities (A)	577.95	3,585.52
B. Cash flow from investing activities		
Capital expenditure on Property, Plant and Equipment	(3,780.39)	(108.03)
Capital expenditure on Other Intangible Assets	(0.11)	-
(Increase)/decrease in Capital Work-in-Progress	2,407.29	(2,435.48)
Sale of Property, Plant and Equipment	-	597.83
Investment Purchased	-	309.31
Long - Term Loans & Advances	-	-
Other financial asset	16.31	197.39
	(1,356.89)	(1,438.99)
Net cash flow used in investing activities (B)	(1,356.89)	(1,438.99)
C. Cash flow from financing activities		
Proceeds from Issue of Share Capital	-	-
Proceeds from Security Premium	-	-
Increase in long term Lease liability	(24.44)	(26.89)
Increase in other long-term Provisions	2.65	(7.34)
Net (increase) / decrease in working capital borrowings	(355.77)	(821.05)
Finance cost	(433.02)	(594.69)
Increase in long term borrowings	1,400.21	(702.86)
Increase in other financial liability	194.04	7.89
Net cash flow used in financing activities (C)	783.67	(2,144.95)
Net increase / (decrease) in Cash and cash equivalents (A-B-C)	4.73	1.59
Cash and cash equivalents at the beginning of the year	19.18	17.60
Effect of exchange differences on restatement of foreign currency Cash and cash		
Cash and cash equivalents at the end of the year	23.91	19.18
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Balance Sheet (Refer Note 10)	23.91	19.18
Less: Bank balances not considered as Cash and cash equivalents as defined in IND AS 7 Cash Flow Statements (give details)		
Net Cash and cash equivalents (as defined in IND AS 7 Cash Flow Statements)	23.91	19.18
Add: Current investments considered as part of Cash and cash equivalents		

* Comprises:	-	-
(a) Cash on hand	23.91	19.05
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts		-
(ii) In EEFC accounts		
(iii) In deposit accounts with original maturity of less than 3 months		
(iv) In earmarked accounts (give details)		
(d) Others (specify nature)		
Deposits		
(e) Current investments considered as part of Cash and cash equivalents		
In terms of our report of even date attached		
FOR AND ON BEHALF OF THE BOARD OF DIRECTORS LEXUS GRANITO (INDIA) LTD		
FOR ASHOK HOLANI & CO FRN: 009840C Chartered Accountants	Anilkumar B Detroja Managing Director DIN:- 03078203	Hitesh B Detroja Whole Time Director DIN:- 02760273
DEEPAK JANGID Partner M. No. 447352 Date : 30.05.2023 Place: Morbi UDIN: 23447352BGXJZF1344	Ishwarbhai K Sanghani Chife Financial Officer PAN: BSUPS1326J	Kirti Goyal Company Secretary PAN:CAUPG0554R

LEXUS GRANITO (INDIA) LTD
CIN: L26914GJ2008PLC053838

STATEMENT OF CHANGE IN EQUITY FOR THE PERIOD ENDED MARCH 31, 2023

A. Equity Share Capital

(Rs. in Lakhs)

Particulars	Number of Shares	Amount
As at April 01st, 2021	1,91,90,724.00	1,919.07
Changes in Equity Share Capital		
As at March 31st, 2022	1,91,90,724.00	1,919.07
Changes in Equity Share Capital	-	-
Ast at March 31st, 2023	1,91,90,724.00	1,919.07

B. Other Equity

Particulars	Retained Earnings	Reserves and Surplus			Other Item of OCI	Total
		General Reserve	Securities Premium	Other Reserve		
Balance as at April 01, 2021	(2,859.46)	-	2,984.93			125.47
Add: Profit for the period	1,157.65	-				1,157.65
Add: Proceed Received from Issue of Share	-					-
Add: Remeasurement gains/(losses) on defined benefit plan	-	-			11.69	11.69
Balance as at March 31, 2022	(1,701.81)	-	2,984.93	-		1,294.81
Add: Profit for the period	(1,182.76)	-				(1,182.76)
Add: Remeasurement gains/(losses) on defined benefit	-				4.40	4.40
Balance as at March 31, 2023	(2,884.57)	-	2,984.93	-		116.45

In terms of our report of even date
FOR ASHOK HOLANI & CO
FRN: 009840C
Chartered Accountants

For and on behalf of the Board of Directors of
LEXUS GRANITO (INDIA) LTD

Deepak Kumar Jangid
Partner
M. No. 447352
Date : 30.05.2023
Place : Morbi
UDIN: 23447352BGXJZF1344

Anilkumar B Detroja
Managing Director
DIN:- 03078203

Hitesh B Detroja
Whole Time Director
DIN:- 02760273

Ishwarbhai K Sanghani
Chife Financial Officer
PAN: BSUPS1326J

Kirti Goyal
Company Secretary
PAN:CAUPG0554R

Note No.1” Significant Accounting Policies and Notes to Accounts”**A. Background of the Company**

Lexus Granito (India) Limited (the “Company”) is a Limited company incorporated in India under the provisions of the Companies Act 1956. The CIN is L26914GJ2008PLC053838. The company is engaged in manufacturing, trading, and marketing of vitrified ceramic tiles and wall tiles in the domestic and international market. The company is listed on the SME Platform of National Stock Exchange Limited. Further the company has been migrated into Main Board on dated 13th March 2023.

The registered office of the company is situated Survey No. 800 Opposite Lakhdhirpur Village, Lakhdhirpur Road, Lakhdhirpur, N.H. 8A, Tel. Morbi, Lakhdhirpur, Rajkot-363642, Gujarat, India.

B. Significant Accounting Policies:**1. Compliance with Indian Accounting Standards**

This is first year, the company has been adopted Indian Accounting Standard (IND AS), therefore the financial statements are prepared in accordance with the IND AS as prescribed under section 133 of The Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standard) Rules 2015 and other relevant provision of this Act.

The financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the financial statements. All the assets and liabilities have been classified as current and non-current as per the Company’s normal operating cycle and other criteria as set out in Division II of Schedule III to the Companies Act, 2013.

Previously the company had prepared its financial statements accordance with the Accounting Standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (Indian GAAP). However, due to first time adoption of IND AS company has been required to prepare its financial statement accordance to IND AS with complied IND AS 101 “First Time Adoption of IND AS”.

First time adoption of Ind AS (IND AS 101)**Basis of Preparation**

The accounting policies set out in Note 1 have been applied in preparing financial statements for the year ended March 31, 2023, the comparative information presented in these financial statements for the year ended March 31, 2022, and in preparation of an opening Ind AS balance sheet at April 1, 2021 **(the Company's date of transition)**. In preparing its opening Ind AS Balance Sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (Indian GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the company's financial position, financial performance and cash flows is set out in the following tables and notes.

a. Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

Ind AS optional exemptions**i. Deemed cost**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value of all its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Asset. Accordingly, the Company has elected to measure all its property, plant and equipment at their previous GAAP carrying value.

Ind AS mandatory exceptions**ii. Estimates**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 1 April 2021 are consistent with the estimates as at the same date made in conformity with previous GAAP.

iii. Derecognition of financial assets and financial liabilities

Ind AS 101 required a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements from a date of entity's choosing, provided the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for these transactions.

The Company has elected to apply the de-recognition provisions of Ind AS 109 retrospectively from the date of transition to Ind AS.

iv. Classification and measurement of financial assets

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortized cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

Accordingly, the Company has determined the classification of financial assets based on the facts and circumstances that existed on the date of transition to Ind AS

Reconciliation between previous GAAP and Ind AS

The following reconciliations provide the explanation and qualification of the differences arising from the transition from previous GAAP to Ind AS in accordance with Ind AS 101, First Time Adoption of Indian Accounting Standards.

- a. Reconciliation of Balance Sheet as at April 01, 2021 and March 31, 2022
- b. Reconciliation of Total Comprehensive Income for the year ended March 31, 2022

Reconciliation of Balance Sheet as at 31 March 2022 and 01 April, 2021
(In ₹ Lakhs)

Particulars	Note No.	As per Previous GAAP 01 April 2021	IND AS Adjustments	As per Ind-AS 01 April 2021	As per Previous GAAP 31 March 2022	IND AS Adjustments	As per Ind-AS 31 March 2022
(1) NON-CURRENT ASSETS							
(a) Property, Plant and Equipment		4,524.86	-	4,524.86	3,215.85	-	3,215.85
(b) Capital Work-in-Progress		-	-	-	2,435.48		2,435.48
(c) Other Intangible Assets		2.62	-	2.62	2.30	-	2.30
(d) Right to use Assets	1	-	97.53	97.53	-	74.58	74.58
(e) Financial Assets		-	-	-	-		-
(i) Investments	2	236.19	74.01	310.20	0.89	-	0.89
(ii) Trade Receivables		-	1,389.85	1,389.85	-	608.13	608.13
(ii) Loans							
(iii) Other Financial Assets		285.63	171.72	457.35	165.72	94.24	259.96
(f) Current Tax Assets							
(g) Deferred Tax Assets (Net)	3	-	120.22	120.22	42.05	99.21	141.26
(h) Other Non-current Assets		0.13	-	0.13	0.13		0.13
Subtotal Non-Current Assets		5,049.43	1,853.33	6,902.76	5,862.42	876.16	6,738.58
(2) CURRENT ASSETS							
(a) Inventories		5,742.80	-	5,742.80	6,268.63	-	6,268.63
(b) Financial Assets		-		-	-		-
(i) Investments		-		-	-		-
(ii) Trade Receivables		3,289.12	-1,389.85	1,899.27	2,676.60	-608.13	2,068.47
(iii) Cash and Cash Equivalents		17.58	-	17.58	19.05	-	19.05
(iv) Bank balance other than (iii) above		171.73	-171.72	0.02	94.37	-94.24	0.13
(v) Other Financial Asset		137.35	-	137.35	110.87	-6.74	104.14
(c) Other Current Assets		-	-	-	-		-
Subtotal Current Assets		9,358.59	-1,561.57	7,797.02	9,169.53	-709.11	8,460.42
Total Assets (1+2)		14,408.02	291.76	14,699.78	15,031.95	167.06	15,199.01
EQUITY AND LIABILITIES							
(1) EQUITY							
(a) Equity Share capital		1,919.07	-	1,919.07	1,919.07	-	1,919.07
(b) Reserve & Surplus		-108.31	233.78	125.47	1,230.25	64.55	1,294.81
Total Equity		1,810.76	233.78	2,044.54	3,149.33	64.55	3,213.88
(2) LIABILITIES							
(2) Non-Current Liabilities							
(a) Financial liabilities							
(i) Long Term Borrowings	4	3,231.92	2.22	3,234.14	2,535.14	-3.85	2,531.29
(ia) Lease liabilities	1	-	100.84	100.84	-	73.95	73.95
(ii) Trade payables		-		-	-		-
A. Total outstanding dues of micro enterprises and small enterprises		-	499.92	499.92	-	82.72	82.72
B. Total outstanding dues of creditors other than micro enterprises and small enterprises		-	569.80	569.80	-	512.81	512.81
(iii) Other financial liabilities		295.95	-272.15	23.80	100.80	-69.11	31.69
(b) Provisions		39.97	-	39.97	33.13	-1.47	31.67

LEXUS GRANITO (INDIA) LIMITED
Notes to the financial statements for the year ending on 31st March, 2023

(c) Deferred tax liabilities (net)		83.28	-83.28	-	-	-	-
(d) Other non-current liabilities			-			-	
Sub Total Non-Current Liabilities		3,651.12	817.37	4,468.49	2,669.07	595.05	3,264.12
(3) Current Liabilities							
(a) Financial liabilities							
(i) Borrowings		3,463.95	640.00	4,103.95	3,282.89	-	3,282.89
(ii) Trade payables		-		-		-	
A. Total outstanding dues of micro enterprises and small enterprises		1,276.82	-499.92	776.89	709.50	-82.72	626.78
B. Total outstanding dues of creditors other than micro enterprises and small enterprises		2,956.96	-297.65	2,659.30	4,425.09	-443.70	3,981.40
(iii) Other financial liabilities		-	-	-	-	-	-
(b) Other current liabilities	1	1,244.40	-601.80	642.60	783.33	39.14	822.47
(c) Provisions		4.01	-	4.01	12.74	-5.27	7.47
(d) Current tax liabilities (net)		-	-	-	-	-	-
Subtotal Current Liabilities		8,946.14	-759.38	8,186.76	9,213.55	-492.55	8,721.00
Total Liabilities (3+4)		12,597.26	57.98	12,655.24	11,882.62	102.50	11,985.13
Total Equity and Liabilities (3+4+5)		14,408.02	291.76	14,699.78	15,031.95	167.06	15,199.01

*Balances as per Previous GAAP have been reclassified/regrouped to match with Ind AS classification

Reconciliation of Total Comprehensive Income for The Year Ended March 31,2022
(Rs. in Lakhs)

Particulars	Note No.	Indian GAAP	IND AS Adjustments	Ind-AS
Income				
I. Revenue from operations		13,917.63	-	13,917.63
II. Other Income		1,114.44	-74.01	1,040.43
III. Total Income (I + II)		15,032.07	-74.01	14,958.06
IV Expenses:			-	
Cost of materials consumed		2,557.79	-	2,557.79
Purchases of Stock-in-trade		1,431.78	-	1,431.78
Changes in stock of finished goods, work-in-progress, and stock-in-trade		-1,487.14	-	-1,487.14
Employee benefit expense		456.19	16.20	472.39
Finance costs	4	588.52	6.17	594.69
Depreciation and amortisation expense	1	819.53	22.95	842.48
Other expenses	1	9,510.72	-38.19	9,472.53
Total expenses (IV)		13,877.39	7.12	13,884.51
V Profit before exceptional and tax (III - IV)		1,154.68	-81.14	1,073.55
VI Exceptional items		-	-	-
VII Profit before tax (V-VI)		1,154.68	-81.14	1,073.55
VIII Tax expense			-	
Current tax		6.74	-	6.74
MAT Entitlements		-65.29	-	-65.29
Deferred tax	3	-125.33	99.78	-25.54
IX Profit for the period (VII-VIII)		1,338.57	-180.92	1,157.68
X Other Comprehensive Income			-	
(i) Items that will not be reclassified to profit or loss		-	-	-

Remeasurement of Investments				
Income tax on above		-	-	-
(ii) Items that will be reclassified to profit or loss	2	-	-	-
Remeasurements of defined benefit plans		-	16.20	16.20
Income tax on above		-	(4.51)	(4.51)
Total Other Comprehensive Income (X)		-	11.69	11.69
XI. Total Comprehensive Income for the year (IX+X)		1338.57	(169.23)	1169.34

*Balances as per Previous GAAP have been reclassified/regrouped to match with Ind AS classification.

Explanations for reconciliation of Balance sheet as previously reported under previous GAAP to Ind AS

- 1. Right to use of assets and Lease Liabilities:** - Right to use of assets and Lease Liabilities are recognised as per IND AS 116 "Leases" retrospectively from transition date and current maturities of lease liabilities are shown under other current liabilities. Right to use of assets is shown less depreciation and lease rent reversed as per IND AS requirements from transition date.
- 2. Investments:** - Investments are revalued as per IND AS 28 "Investments" from transition date on fair market value basis and their profit and loss are accounted in other comprehensive income (OCI).
- 3. Deferred Tax:** - Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 income Taxes requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of asset or liability in the balance sheet and its corresponding tax base. The application of Ind AS 12 approaches has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.
In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the Company has to account for such differences. Deferred tax adjustments are recognized in correlation to the underlying transaction either in retained earnings or as separate component of equity.
- 4. Long Term Borrowings:** - borrowings are recognised as per IND AS 109 "Financial Instruments" retrospectively from transition date and their simultaneously effect are provided in finance cost.

Reconciliation between financial results and equity as per IND AS and as previously reported under GAAP for the year as under.

(Rs. in Lakhs)	
Total comprehensive Income Reconciliation	Year Ended 31.03.2022
Net profit as reported under previous GAAP	1,338.57
Interest on lease	(12.24)
Interest on amortisation cost	6.07
Depreciation on Lease hold Land	(22.95)
Reversal of Lease	38.19
Reversal of long-term capital gain on mutual fund	(74.01)
Reversal of Gratuity Expenses	(16.20)
Deferred Tax Impact	(99.78)
Net Profit as per IND AS	1,157.65
Other Comprehensive Income net of tax	11.69
Total comprehensive income as per IND AS	1,169.34

Equity Reconciliation	Year Ended 31.03.2022
Reserve & Surplus Reported under previous GAAP	1,230.25
Right to use assets	74.58
Investment on fair value	-
Lease Liabilities	(113.09)
Amortisation of borrowing cost	3.85
Impact of deferred tax assets	99.21
Net Equity under IND AS	1,294.81

2. Use of estimates and judgments: -

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosure and the disclosure of contingent liabilities. Uncertainty about these estimates and assumptions could result in outcomes that requires material adjustments to the carrying amount of the assets and liabilities in future period/s.

These estimates and assumptions are based on the facts and events, that existed as at the date of Statement of Financial Position, or that occurred after that date but provide additional evidence about conditions existing as at the Statement of Financial Position date.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying values of assets and liabilities within the next financial year are discussed below.

I. Useful lives of Property, Plant and Equipment

The Property, Plant and Equipment are depreciated, on written down value basis in the case of other assets, over their respective useful lives. Management estimates the useful lives of these assets as detailed in Point 10. Changes in the expected level of usage, technological developments, level of wear and tear could impact the economic useful lives and the residual values of these assets, therefore, future depreciation charges could be revised and could have an impact on the profit/loss in future years.

II. Retirement benefit obligation

The cost of retirement benefits and present value of the retirement benefit obligations in respect of Gratuity is determined using actuarial valuations. An actuarial valuation involves making various assumptions which may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexity of the valuation, the underlying assumptions and its long-term nature, these retirement benefit obligations are sensitive to changes in these assumptions.

All assumptions are reviewed at each reporting date. In determining the appropriate discount rate, management considers the interest rates of Government Bonds with a tenure similar to the expected working lifetime of the employees. The mortality rate is based on publicly available mortality table for the specific countries.

III. Fair value measurement of financial instrument

When the fair value 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 including the Discounted Cash Flow (DCF) model. Further in case relevant information is not available to ascertain the fair market value, then the cost price is taken. 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.

3. Functional and presentation currency: -

The financial statements are prepared in Indian Rupees ('Rs.'), which is the Company's functional and presentation currency. All financial information presented in Indian Rupees has been rounded to the lakhs with nearest two decimal places, unless stated otherwise.

4. Current versus non-current classification: -

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

An asset is classified as current when it is: -

- expected to be realized, or intended to be sold or consumed in normal operating cycle,
- held primarily for the purpose of trading,
- expected to be realized within 12 months after the reporting period; or
- cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it is:

- expected to be settled in the normal operating cycle,
- held primarily for the purpose of trading,
- due to be settled within 12 months after the reporting date; or
- there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting date.

All other liabilities are classified as non-current.

Operating Cycle:

The operating cycle is the time between acquisition of assets for processing and their realization in cash and cash equivalent. The Company has identified twelve months as its operating cycle.

5. Revenue Recognition: -

Revenue has been recognised as per IND AS 18- Revenue Recognition issued by Central Government of India under the supervision and control of Accounting Standards Board (ASB) of Institute of Chartered Accountants of India. Revenue from sale of goods is recognized when significant risk and rewards of ownership of the goods have been passed to the buyer and it is reasonable to expect ultimate collection. Sale of goods is recognized net of GST and other taxes as the same is recovered from customers and passed on to the government

6. Taxes on Income: -

Tax expense for the year comprises of Current Tax and Deferred Tax.

a) Current Tax

Current income tax, assets and liabilities are measured at the amount expected to be paid to or recovered from the taxation authorities in accordance with the tax regime inserted by the Taxation Laws (Amendment) Act, 2019 in the Income Tax Act, 1961 and the Income Computation and Disclosure

Standards (ICDS) enacted in India by using tax rates and the tax laws that are enacted at the reporting date.

b) Deferred Tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date. Deferred tax assets and liabilities are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

For detailed breakup of current year deferred tax refer to sub note 6. (Notes to the accounts)

7. Provisions and Contingent Liability: -**a) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation, at the Balance Sheet date.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

b) Contingent Liabilities

A disclosure for a contingent liability is made when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation arising because of past event that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

For detailed contingent assets and liabilities refer to note 32. (Notes to the accounts)

8. Tangible Assets & Capital Work-In-Progress: -

Tangible Assets are stated at cost less Depreciation. Cost includes taxes, duties, freight and other incidental expenses related to acquisition, improvements and installation of the assets.

10. Property, Plant & Equipment (PPE): -

Property, Plant & Equipment, are accounted for on historical cost basis (inclusive of the cost of installation and other incidental costs till commencement of commercial production) net of

recoverable taxes, less accumulated depreciation, and impairment loss, if any. It also includes the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located.

Subsequent costs are added to the existing asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

Depreciation on property, plant & equipment is provided on pro-rata basis, on written down value basis in the case of Plant & Machinery, Buildings and Data Processing Equipment, over the useful life of the assets estimated by the management, in the manner prescribed in Schedule II of the Companies Act, 2013. The asset's residual values, useful lives and method of depreciation are reviewed at the end of each reporting period and necessary adjustments are made accordingly, wherever required. The useful lives in the following cases are different from those prescribed in Schedule II of the Companies Act, 2013. The Useful Life of Various assets are mentioned in the Chart below.

Class of Assets	Useful Life as per Schedule II	Useful Life as per Group
Computer	3 years	3 Years
Furniture & Fixtures	10 Years	10 Years
Office Equipment's	5 Years	5 Years
Plant and Equipment's	15 Years	15 Years
Vehicles	10 Years	10 Years
Motor Car	8 Years	8 years
Intangible Assets	10 Years	10 Years
Building	30 Years	30 Years

11. Financial Instruments: -

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

1) Financial Assets

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument.

a) Initial recognition and measurement

At initial recognition, all financial assets are recognized at its fair value, in the case of a financial asset not carried at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

b) Classification and subsequent measurement

For subsequent measurement, financial assets are classified in the following categories:

- I. Financial assets measured at amortized cost.
- II. Financial assets measured at fair value through other comprehensive income (FVTOCI); and
- III. Financial assets measured at fair value through profit and loss (FVTPL)

Where financial assets are measured at fair value, gains and losses are either recognized entirely in the Statement of Profit and Loss (i.e. fair value through profit and loss), or recognized in other comprehensive income (i.e. fair value through Other Comprehensive Income).

The classification of financial assets depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows. Management determines the classification of its financial assets at initial recognition.

I. Financial assets measured at amortized cost:

A financial asset is measured at amortized cost if both the following conditions are met:

- **Business Model Test:** The objective of the business model is to hold financial asset in order to collect contractual cash flows (rather than to sell the asset prior to its financial maturity to realize its fair value changes); and
- **Cash Flow Characteristics Test:** Contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

This category is most relevant to the Company. After initial measurement, such financial asset is subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of EIR. EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. 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. The EIR amortization is included in interest income in the statement of profit and loss. The losses arising from impairment are recognized in the statement of profit or loss. This category generally applies to trade receivables, deposits with banks, security deposits, investment in debt instruments, cash and cash equivalents and employee loans, etc.

II. Financial instruments measured at Fair Value Through Other Comprehensive Income (FVTOCI):

A financial instrument shall be measured at fair value through other comprehensive income if both of the following conditions are met:

- **Business Model Test:** The objective of the business model is achieved by both collecting contractual cash flows and selling financial assets; and
- **Cash Flow Characteristics Test:** The Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on principal amount outstanding.

Financial instruments included within FVTOCI category are measured initially as well as at each reporting period at fair value. Fair value movements are recognized in Other Comprehensive Income (OCI) except for the recognition of interest income, impairment gains and losses and foreign exchange gain and losses which are recognized in the Statement of Profit and Loss. This category generally applies to non-current investments in un-quoted equity instruments.

III. Financial instruments measured at Fair Value Through Profit and Loss (FVTPL)

Fair Value Through Profit and Loss is a residual category. Any financial instrument, which does not meet the criteria for categorization as at amortized cost or fair value through other comprehensive income is classified as FVTPL. Financial instruments included in FVTPL category are measured initially as well as at each reporting period at fair value. Fair value movements i.e., gain or loss and interest income are recorded in Statement of Comprehensive Income.

a. Impairment of financial assets

The Company assesses impairment based on expected credit losses (ECL) model to the following:

- Financial Assets measured at amortized cost.
- Financial Assets measured at FVTOCI.

Expected credit losses are measured through a loss allowance at an amount equal to:

- the 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Financial assets that are debt instruments, and are measured at amortized cost i.e. trade receivables, deposits with banks, security deposits and employee loans etc.
- Financial assets that are debt instruments and are measured at FVTOCI. The Company as at the Balance Sheet date is not having any such instruments.

Under the simplified approach, the Company does not track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The trade receivables are initially recognized at the sale/recoverable value and are assessed at each Balance Sheet date for collectability. Trade receivables are classified as current assets, if collection is expected within twelve months as at Balance Sheet date, if not, they are classified under non-current assets.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12 months (Expected Credit Loss) ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12-months ECL.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on timely basis.

b. Derecognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e. removed from the Company's Balance Sheet date) when:

- a) The rights to receive cash flows from the asset have been expired/transferred, or
- b) The Company retains the contractual right to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, it evaluates whether it has substantially transferred all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognized. When the Company has not transferred substantially all the risks and rewards of ownership of a financial asset, the financial asset is not derecognized.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized if the Company has

not retained control of the financial asset. When the entity retains control of the financial asset, the asset is continued to be recognized to the extent of continuing involvement in the financial asset.

2) Financial Liabilities

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

a) Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of loans, borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include loans, borrowings, trade payables, security deposits and other payables etc.

b) Subsequent measurement

All the financial liabilities after initial recognition at fair value, are subsequently measured at amortized cost using EIR method. Amortized cost is calculated by considering any discount or premium on acquisition and costs or fee that is an integral part of the EIR. The EIR amortization is included as finance costs in the Statement of Profit and Loss.

c) Financial Guarantee Contract

Financial guarantee contracts issued by the Company are those contracts that require a payment to be made to reimburse the holder for loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of loss allowance determined as per impairment requirements of Ind AS 109 and the amount recognized less cumulative amortization.

d) Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. 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 de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

e) Offsetting of financial instruments:

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet, if there is enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

12. Earnings per Share: -

Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. The numbers of equity shares are adjusted retrospectively for all periods presented.

The Calculation of Weighted Average Number of Equity Shares for Earning per share is described below: -

Particulars	Current Year			Previous Year		
	No. Of Shares outstanding	No. Of Days outstanding	Weighted average number of Shares	No. Of Shares Outstanding	No. Of Days outstanding	Weighted average number of Shares
Number of Shares outstanding at the Beginning of the year	19190724	365	19190724	19190724	365	19190724
By way of Bonus Issue	-	-	-	-	-	-
Issue through preferential allotment	-	-	-	-	-	-
Total Shares outstanding at the end of the year	19190724		19190724	19190724		19190724

The Calculation of Weighted Average Number of Equity Shares for Restated Earnings per share described below: -

Particulars	Current Year			Previous Year		
	No. Of Shares outstanding	No. Of Days outstanding	Weighted average number of Shares	No. Of Shares Outstanding	No. Of Days outstanding	Weighted average number of Shares
Number of Shares outstanding at the Beginning of the year	19190724	365	19190724	19190724	365	19190724
By way of Bonus Issue	-	-	-	-	-	-
Issue through preferential allotment	-	-	-	-	-	-
Total Shares outstanding at the end	19190724		19190724	19190724		19190724

13. Investments: -

Non-Current/ Long-term Investments are stated at fair value as per IND AS 32 and 109 except investment in subsidiaries are stated at cost. Provision is made for a diminution in the value of the investments, if, in the opinion of the management, the same is considered to be other than temporary in nature. On disposal of an investment, the difference between it carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Current investments are carried at lower of cost and fair value determined on an individual basis. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Investments are either classified as current or non-current based on the management's intention. Long Term Investments includes investment made in the share capital of Subsidiary Company which are carried at cost.

14. Foreign Currency Transactions: -**a. Initial recognition**

Transactions in foreign currency are accounted for at exchange rates prevailing on the date of the transaction.

b. Measurement of foreign currency monetary items at Balance Sheet date

Foreign currency monetary items (other than derivative contracts) as at Balance Sheet date are restated at the year End rates.

c. Exchange difference

Exchange differences arising on settlement of monetary items are recognized as income or expense in the period in which they arise.

Exchange difference arising on restatement of foreign currency monetary items as at the year End being difference between exchange rate prevailing on initial recognition/subsequent restatement on reporting date and as at current reporting date is adjusted in the Statement of Profit & Loss for the respective year.

Any expense incurred in respect of Forward contracts entered into for the purpose of hedging is charged to the Statement of Profit and loss.

15. Inventories: -

The Inventories are carried in the Balance Sheet as follows:

- A. Raw materials and stores & spares: At lower of cost (FIFO Method) and net realizable Value
- B. Finished goods and stock-in-process: At lower of cost, and net realizable value. Cost includes cost of inputs, conversion costs and other costs incurred in bringing finished goods and stock-in-process, to their present location and condition.
- C. Broken tiles are valued at Net realizable value.

The net-realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and estimated costs necessary to make sale.

16 Duty Drawback: -

Duty Drawback is recorded on Receipt basis. Management is not able to estimable the amount of Claim receivable, therefore the duty drawback is recorded on receipt basis rather than on Accrual basis.

17. Prior Period Expenses: -

Prior Period Expenses for previous years have been expensed out during the current year and it is disallowed as per Income Tax Act.

18. Management Remuneration: -

Disclosures with respect to the remuneration of Directors and employees as required under Section 197 of Companies Act, 2013 and Rule 5 (1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been provided in the below mentioned table: -

A. Remuneration to Managing Director, WTD and / or Manager:
(Rs. in Lakhs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
		MD	WTD	
1.	Gross Salary			
	a) Salary as per Provisions contained in section 17(1) of the Income Tax Act,1961.	-	-	-
	b) Value of perquisites u/s 17 (2) of Income Tax Act,1961	-	-	-
	c) Profits in lieu of salary under section 17(3) Income- tax Act,	-	-	-
2.	Stock option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission	-	-	-
5.	Any other Benefits	-	-	-
	Total	-	-	-
	Ceiling as per Schedule V of the Companies Act on the account of	-	-	-

The remuneration is paid as per limits sets out in Section II Part A of Schedule V in case of no profit or inadequate profit and as per resolution passed in the General meeting of the members.

B. Remuneration to key managerial personnel other than MD / Manager/ WTD: -

Sr. No.	Particulars of Remuneration	Name of Managerial Person other than MD / WTD / Manager			Total Amount
		CEO	CFO	CS	
1.	Gross Salary				
	a) Salary as per Provisions contained in section 17(1) of the Income Tax Act,1961.	-	16.80	1.68	18.48
	b) Value of perquisites u/s 17 (2) of Income Tax Act,1961	-	-	-	-
	c)Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2.	Stock option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-

5.	Any other Benefits	-	-	-	-
	Total	-	16.80	1.68	18.48

19. Cash and Cash Equivalents: -

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand, fixed deposits with banks which are short term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

20. Segment Reporting: -

The activities of the company are such that the according to IND AS-108 "Operating Segment": is not applicable in the company.

21. Lease: -

Leases are recognized as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company. The Company allocates the consideration in the contract to the lease based on their relative stand-alone prices. However, for leases of real estate for which the Company is a lessee, it has elected not to separate lease and non-lease components and instead accounts for these as a single lease component.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include net present value of the following lease payments:

- Fixed payments (including in substance fixed payments), less any lease incentives receivable,
- Variable lease payments that are based on an index or a rate, initially measured using the index or rate as at the commencement date,
- Amounts expected to be payable by the Company under residual value guarantees,
- The exercise price of a purchase option if the Company is reasonably certain to exercise that option, and
- Payment of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability. The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for lease in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in similar economic environment with similar terms, security, and conditions.

Lease payments are allocated between principal and finance cost. The finance cost is charged to profit or loss over the lease period to produce a constant periodic rate of interest on the remaining balance of the liability for each period. Right-of-use assets are measured at cost comprising the following:

- The amount of the initial measurement of lease liability,
- Any lease payments made at or before the commencement date less any lease incentives received,
- Any initial direct costs, and
- Restoration costs.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the Company is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

Payments associated with short-term leases of equipment and all leases of low value assets are recognised on a straight-line basis as an expense in profit or loss. Short term leases are leases with a lease term of twelve months or less.

22. Impairment of Non-Financial Assets: -

The Company assesses at each reporting date, using external and internal sources, whether there is an indication that a non-financial asset may be impaired and whether there is an indication of reversal of impairment loss recognized in the previous period/s. If any indication exists, or when annual impairment testing for an asset is required, the Company determines the recoverable amount and impairment loss is recognized when the carrying value of an asset exceeds its recoverable amount.

The recoverable amount is determined:

- in the case of an individual asset, at the higher of the asset's fair value less cost of sell and value in use; and
- in the case of cash generating unit (a group of assets that generates identified, independent cash flows) at the higher of the cash generating unit's fair value less cost to sell and value in use.

In assessing value in use, estimated future cash flows are discounted to their present value using a pre-tax discount rate that affects current market assessments of the time value of money and the risks specific to that asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

An impairment loss for an asset is reversed, if and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized, the carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss being recognized for the asset in prior year/s.

23. Employee Benefits: -**a. Short Term Employee Benefits**

All Employee benefits payable within twelve months of rendering the services are classified as short-term benefits. Such benefits include salaries, wages, bonus, awards, ex-gratia etc. and the same are recognized in the period in which the employee renders the related services.

b. Defined contribution plan:

The Company's approved provident fund scheme, pension scheme, employees' state insurance scheme, and employees' superannuation scheme are defined contribution plans. The Company has no obligation, other than the contribution paid/payable under such schemes. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related service.

c. Defined Benefit Plan

The employees' Gratuity fund scheme is the Company's defined benefit plan and is partly funded / managed by a Trust. The liability with respect to gratuity is determined based on the actuarial valuation on projected unit credit method as at the balance sheet date. The difference, if any, between the actuarial valuation and the balance of the funds maintained by the Trust, is provided for as liability / assets in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to the Statement of Profit and Loss in subsequent periods.

d. Other Long-Term Benefit

The liability towards encashment of the employees' long term compensated absences, which are partly en-cashable during the service period and balance at the time of retirement / separation of the employees is determined based on the actuarial valuation on projected unit credit method as at the balance sheet date. Re-measurement, comprising of actuarial gains and losses, is recognized immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to Statement of Profit and Loss in subsequent periods.

C. Others Accounting Policies

1. The financial statements including financial information have been prepared after making such regroupings and adjustments, considered appropriate to comply with the same. As result of these regroupings and adjustments, the amount reported in the financial statements / information may not necessarily be same as those appearing in the respective audited financial statements for the previous year.

2. The Micro Small and Medium Enterprise registered under The Micro small and Medium Enterprise Development Act 2006 has been taken based on the list of MSME creditors provided by the management. However, as the Company has not received any claims in respect of such interest and as such, no provision has been made in the books of accounts.

Notes 2.1 Property, Plant and Equipment and Intangibles

(Rs. in Lakhs)

Particulars	Gross Carrying Amount				Depreciation/ Amortization				Net Carrying Amount	
	As at April 01st, 2022	Additions	Disposals/ Adjustments	Balance as at 31st Mar, 2023	As at April 01st, 2022	Depreciation / amortisation expense for the year	Disposals/ Adjustments	Balance as at 31st Mar, 2023	Balance as at 31st Mar, 2023	Balance as at 31st March, 2022
A.Property, Plant and Equipment										
Land (Free Hold)	5.92	-		5.92	-	-	-	-	5.92	5.92
Owned	-	-		-	-	-				
Building (Including factory building)	782.03	6.51		788.54	377.21	39.30	-	416.51	372.02	404.82
Owned	-	-		-	-	-				
Plant & Machinery	8,628.61	3,763.96		12,392.57	5,869.35	1,264.89	-	7,134.23	5,258.34	2,759.26
Owned	-	-		-	-	-				
Furniture & Fixture	68.07	-		68.07	58.81	2.53	-	61.34	6.73	9.26
Owned	-	-		-	-	-				
Vehicles	219.46	-		219.46	193.73	8.42	-	202.15	17.31	25.73
Owned	-	-		-	-	-				
Computer System	9.05	4.89		13.93	7.10	1.36	-	8.47	5.47	1.94
Owned	-	-		-	-	-				
Laboratory Equipment	-	3.01		3.01	-	0.58	-	0.58	2.43	-
Owned	-	-		-	-	-				
Office Equipment	22.44	2.02		24.45	13.52	4.61	-	18.13	6.33	8.91
Owned	-	-		-	-	-				
Total (A)	9,735.59	3,780.39	-	13,515.97	6,519.73	1,321.69	-	7,841.42	5,674.55	3,215.85
B. Intangible Assets										
Software	9.47	0.11		9.58	7.17	0.26	-	7.43	2.15	2.30
Owned	-	-		-	-	-				
Total (B)	9.47	0.11	-	9.58	7.17	0.26	-	7.43	2.15	2.30
Grand Total A+B	9,745.05	3,780.49	-	13,525.55	6,526.90	1,321.95	-	7,848.85	5,676.70	3,218.16

Particular	Gross Carrying Amount				Depreciation/ Amortization				Net Carrying Amount	
	Balance as at 1 April, 2021	Additions	Disposals	Balance as at 31st March 2022	Balance as at 1 April, 2021	Depreciation / amortisation expense for the year	Accumulated Dep.on Disposals	Balance as at 31st March 2022	Balance as at 31st March 2022	Balance as at 31 March, 2021
A.Property, Plant and Equipment	-	-	-	-	-	-	-	-	-	-
Land (Free Hold)	5.92	-	-	5.92	-	-	-	-	5.92	5.92
Owned	-	-	-	-	-	-	-	-	-	-
Factory Building	766.60	15.43	-	782.03	334.57	42.65	-	377.21	404.82	432.03
Owned	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	11,510.56	87.17	2,969.11	8,628.61	7,530.85	741.89	2,403.39	5,869.35	2,759.26	3,979.71
Owned	-	-	-	-	-	-	-	-	-	-
Furniture & Fixture	67.64	0.43	-	68.07	55.41	3.41	-	58.81	9.26	12.23
Owned	-	-	-	-	-	-	-	-	-	-
Vehicles	272.71	-	53.25	219.46	192.13	22.75	21.14	193.73	25.73	80.59
Owned	-	-	-	-	-	-	-	-	-	-
Computer System	8.32	0.73	-	9.05	4.54	2.57	-	7.10	1.94	3.78
Owned	-	-	-	-	-	-	-	-	-	-
Office Equipment	18.16	4.27	-	22.44	7.57	5.95	-	13.52	8.91	10.59
Owned	-	-	-	-	-	-	-	-	-	-
Total (A)	12,649.91	108.03	3,022.36	9,735.59	8,125.05	819.21	2,424.53	6,519.73	3,215.85	4,524.86
Previous year Total	12,192.02	461.79	3.90	12,649.91	7,200.75	924.30	-	8,125.05	4,524.86	4,991.27
B. Intangible Assets										
Software	9.47	-	-	9.47	6.85	0.32	-	7.17	2.30	2.62
Owned	-	-	-	-	-	-	-	-	-	-
Total (B)	9.47	-	-	9.47	6.85	0.32	-	7.17	2.30	2.62
Previous year Total	9.47	-	-	9.47	6.49	0.36	-	6.85	2.62	2.98
Grand Total (A+B)	12,659.38	108.03	3,022.36	9,745.05	8,131.90	819.53	-	6,526.90	3,218.16	4,527.48
Previous year	12,201.49	461.79	3.90	12,659.38	7,207.24	924.66	-	8,131.90	4,527.48	4,994.25

LEXUS GRANITO (INDIA) LTD
Notes Forming part of Financial Statements

Notes 2.2 Right to Use Assets

(Rs. in Lakhs)

Particulars	As at April 01st, 2022	Addition During the Year	Disposals/ Adjustments	Depreciation	As at 31st March, 2023
Building	74.58			22.95	51.63
Total	74.58	-	-	22.95	51.63

Particulars	As at April 01st, 2021	Addition During the Year	Disposals/ Adjustments	Depreciation	As at 31st March, 2022
Building	97.53			22.95	74.58
Total	97.53	-	-	22.95	74.58

LEXUS GRANITO (INDIA) LTD
Notes Forming part of Financial Statements

Note 2.3 Capital Work in Progress

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 01 April, 2021
Building shed under construction	28.19	28.19	-
Plant & Machinery	-	2,407.29	-
Total	28.19	2,435.48	-

Note 2.3a

Particulars	As at 01 April, 2022	Addition during the Year	Deduction/ Adjustments	Capitalised	As at 31 March, 2023
Building shed under construction	28.19	-	-	-	28.19
Plant & Machinery	2,407.29	-	-	2,407.29	-
Total	2,435.48	-	-	2,407.29	28.19

Particulars	As at 01 April, 2021	Addition during the Year	Deduction/ Adjustments	Capitalised	As at 31 March, 2022
Building shed under construction	-	28.19	-	-	28.19
Plant & Machinery	-	2,407.29	-	-	2,407.29
Total	-	2,435.48	-	-	2,435.48

Note 3 Non-current investments

(Rs. in Lakhs)

Particulars	As at 31 March, 2023			As at 31 March, 2022			As at 01 April, 2021		
	Quoted	Unquoted	Total	Quoted	Unquoted	Total	Quoted	Unquoted	Total
Investments :									
(a) Investment in equity instruments					-		-	-	
SBI mutual funds				-	-	-	309.31	-	309.31
Geeta Power Ventures Limited		0.74	0.74		0.74	0.74	-	0.74	0.74
(b) Investment in preference shares		-	-	-	-	-	-	-	-
(c) Investment in debentures or bonds					-		-	-	
(d) Other investments					-		-	-	
National Saving Certificates		0.15	0.15		0.15	0.15	-	0.15	0.15
					-				
					-				
Total - investments	-	0.89	0.89	-	0.89	0.89	309.31	0.89	310.20
Less: Provision for diminution in value of investments									
Total			0.89			0.89			310.20
Aggregate market value of listed and quoted investments	-	-		-	-		309.31	-	
Aggregate value of listed but not quoted investments	-	-		-	-		-	-	
Aggregate amount of unquoted investments	-	0.89		-	0.89		-	0.89	

LEXUS GRANITO (INDIA) LTD
Notes Forming part of Financial Statements

Note No. 4 Trade receivables (Non Current)

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Trade receivables (Refer Note (1) below)			
Trade Receivable considered good- Secured	-	-	-
Trade Receivable considered good- UnSecured	732.59	608.13	1,389.85
Trade Receivable which have significant increase in Credit Risk	-	-	-
Trade Receivables -Credit Impaired	-	-	-
	732.59	608.13	1,389.85
Less: Provision for doubtful trade receivables	732.59	608.13	1,389.85
Total	732.59	608.13	1,389.85

Note 4.1: Trade receivables include debts due from:

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Directors			
Other officers of the Company			
Firms in which any director is a partner			
Private companies in which any director is a director or member			
	-	-	-

Note No. 5 Other Financial asset (Non Current)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
1. Security deposits (caution money deposit)	-	-	-
Less: Allowance for doubtful loans	-	-	-
2. Balance with revenue authorities	148.77	165.72	267.16
	148.77	165.72	267.16
3. Prepaid expenses- Unsecured, considered good (For e.g. Insurance premium, Annual maintenance contracts, etc.)	-	-	-
4. Bank Deposits having more than 12 Months Maturity	94.88	94.24	171.72
Less: Allowance for doubtful loans	94.88	94.24	171.72
5. Others (Advance recoverable in cash or Kind)	-	-	-
Unsecured, considered good	-	-	18.47
Doubtful	-	-	-
Less: Provision for other doubtful loans and advances	-	-	18.47
Total	243.65	259.96	457.35

LEXUS GRANITO (INDIA) LTD
Notes Forming part of Financial Statements

(Rs. in Lakhs)

Note no. 6 Deferred tax Assets (Net)

Component of Deferred Tax Asset	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
WDV as per income tax act	5,676.70	3,292.74	4,625.01
WDV as per company law	5,235.04	2,735.80	4,223.45
Difference in written down value as per Companies Act and Income Tax Act	441.66	556.94	401.56
Opening value of Investment at fair Value	-	-	309.31
Fair Value of Investment as per IND AS	-	-	235.30
Difference in value as per Companies Act and Income Tax Act	-	-	74.01
Value of Secured borrowing as opening balance GAAP restated	1,662.15	1,517.39	3,086.60
Value of Secured borrowing as per IND AS closing balance	1,658.48	1,513.54	3,088.83
Difference in value as per Companies Act and Income Tax Act	(3.66)	(3.85)	2.22
Value of lease Liability as per IND AS	83.55	113.09	139.04
Value of lease asset as per IND AS	51.63	74.58	97.53
Difference in lease assets and liability	(31.91)	(38.51)	(41.51)
Increase/(Decrease) Provision for Gratuity	2.83	(6.83)	(4.15)
Grand Total	408.91	507.75	432.13
Tax rate @ 27.82%	113.76	141.26	120.22
Opening balance DTA	141.26	120.22	(83.28)
(Increase)/Decrease	(27.50)	21.04	203.50

Note No. 7 Other Non Current Asset

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
	-	-	-
Reliance Communication	0.03	0.03	0.03
VEGL	0.10	0.10	0.10
	0.13	0.13	0.13

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note No. 8 Inventories

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Raw Materials	1,448.66	954.86	818.11
Packing Materials	155.85	160.43	533.29
Stores Spares and other Materials	416.81	75.83	772.07
Semi Finished Goods	1,535.19	854.15	961.37
Finished Goods	3,598.34	4,223.36	2,657.96
		-	-
Total	7,154.84	6,268.63	5,742.80

Note No. 8.1 Valuation of Inventories

Raw Materials have been valued at cost (FIFO Method)

Finished Goods have been lower of cost or net realizable Value

Note No. 9 Trade receivables

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Trade receivables (Refer Note (1) below)			
Trade Receivable considered good- Secured	-	-	-
Trade Receivable considered good- UnSecured	1,444.00	2,068.47	1,899.27
Trade Receivable which have significant increase in Credit Risk	-	-	-
Trade Receivables -Credit Impaired	-	-	-
	1,444.00	2,068.47	1,899.27
Less: Provision for doubtful trade receivables			
	1,444.00	2,068.47	1,899.27
Total	1,444.00	2,068.47	1,899.27

Note 9.1: Trade receivables include debts due from:

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Directors *			
Other officers of the Company *			
Firms in which any director is a partner		-	-
Private companies in which any director is a director or member	-	3.55	40.75
	-	3.55	40.75

Note No. 10 Cash and cash equivalents

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
(i) Cash on hand	23.91	19.05	17.58
(ii) Balances with Banks	-	-	-
(i) In current accounts	-	0.13	0.02
(ii) In EEFC accounts	-	-	-
(iii) In deposit accounts with original maturity of less than 3 months	-	-	-
(iv) In earmarked accounts (give details)			
(iii) Cheques on hand			
Total	23.91	19.18	17.60

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note No. 11 Other Financial Asset

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
1. Balance with revenue authorities	19.96	23.41	80.34
2. Prepaid expenses- Unsecured, considered good (For e.g. Insurance premium, Annual maintenance contracts, etc.)	19.96	23.41	80.34
	22.15	9.51	19.49
	22.15	9.51	19.49
3. Advances to suppliers	-	-	-
Unsecured, considered good	43.26	71.22	36.07
Doubtful	-	-	-
Less: Provision for other doubtful loans and advances			
	43.26	71.22	36.07
4. Others (Advance recoverable in cash or Kind)			
Unsecured, considered good			
Caution money deposit	34.00	-	-
Advance to Employees & other	-	-	1.46
Doubtful			
Less: Provision for other doubtful loans and advances			
	34.00	-	1.46
Total	119.37	104.14	137.35
Note. 11.1			
Considered good	43.26	71.22	36.07
Considered doubtful, provided:			
Loans to other body corporate			
Loans to related parties			

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note 9.2 Trade Receivable Agening schedule

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment					As at 31 March, 2023
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivable-considered good	1,180.73	263.26	324.67	63.47	344.45	2,176.59
(ii) Undisputed Trade Receivable-which have significant increase in credit risk						-
(iii) Undisputed Trade Receivable-credit impaired						-
(iv) Disputed Trade Receivable-considered good						-
(v) Disputed Trade Receivable-which have significant increase in credit risk						-
(vi) Disputed Trade Receivable-credit impaired						-
Total	1,180.73	263.26	324.67	63.47	344.45	2,176.59

Particulars	Outstanding for following periods from due date of payment					As at 31 March, 2022
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivable-considered good	1,805.09	262.79	135.76	219.11	230.85	2,653.60
(ii) Undisputed Trade Receivable-which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivable-credit impaired						-
(iv) Disputed Trade Receivable-considered good	0.60	-	-	0.16	22.25	23.01
(v) Disputed Trade Receivable-which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivable-credit impaired	-	-	-	-	-	-
Total	1,805.69	262.79	135.76	219.26	253.10	2,676.60

Particulars	Outstanding for following periods from due date of payment					As at 31 March, 2021
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivable-considered good	1,771.27	127.99	363.32	142.75	491.28	2,896.62
(ii) Undisputed Trade Receivable-which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivable-credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivable-considered good	-	-	0.16	80.17	312.17	392.50
(v) Disputed Trade Receivable-which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivable-credit impaired						-
Total	1,771.27	127.99	363.48	222.92	803.45	3,289.12

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements
Note No. 12 Share capital
(Rs. in Lakhs)

Particulars	As at 31 March, 2023		As at 31 March, 2022		As at 1 April, 2021	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
(a) Authorised Equity shares of Rs.10/- each with voting rights	2,20,00,000.00	2,200.00	2,20,00,000.00	2,200.00	2,20,00,000.00	2,200.00
(b) Issued Equity shares of ` Rs.10/- each with voting rights	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07
(c) Subscribed and fully paid up Equity shares of Rs.10/- each with voting rights	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07
	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07
Total	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07	1,91,90,724.00	1,919.07

Refer Notes (i) to (v) below

Note (i) Reconciliation of of number of Equity Share outstanding

Particulars	As at 31 March, 2023		As at 31 March, 2022		As at 31 March, 2021	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
At the Beginning of the year	1,91,90,724	1,919.07	1,91,90,724	1,919.07	1,91,90,724	1,919.07
Add: Shares issued through allotment Bonus	-	-	-	-	-	-
Add: Shares issued through consideration other than cash	-	-	-	-	-	-
Add: Share issued through Preferential allotment	-	-	-	-	-	-
Outstanding at the end of the period	1,91,90,724	1,919.07	1,91,90,724	1,919.07	1,91,90,724	1,919.07

LEXUS GRANITO (INDIA) LTD**Notes forming part of the financial statements****Note (ii) Shareholders holding more than 5% of the Equity share in the company****(Rs. in Lakhs)**

Name of the Shareholders	As at 31 March, 2023		As at 31 March, 2022		As at 31 March, 2021	
	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees	Number of shares	Amount in Rupees
1. Pavan Blackrock Pvt. Ltd.	55,50,974.00	555.10	55,50,974.00	555.10	55,50,974.00	555.10
2. Sainathkripa Commercial LLP	43,88,000.00	438.80	43,88,000.00	438.80	43,88,000.00	438.80
3. Lexus Ceramic Pvt. Ltd.	19,53,992.00	195.40	19,53,992.00	195.40	19,53,992.00	195.40
	1,18,92,966.00	1,189.30	1,18,92,966.00	634.20	1,18,92,966.00	438.80

Note (iii) Shareholding of Promoters

Name of Promoter	As at 31 March, 2023		
	Number of shares	% of total shares	% Change during the year
Anilbhai Babubhai Detroja	7,78,600.00	4.06	No change
Nilesh Babubhai Detroja	7,64,511.00	3.98	No change
Hitesh Babulal Detroja	6,76,442.00	3.52	No change
Pavan Blackrock Private Limited	55,50,974.00	28.93	No change
Narbheram Ambabhai Dalsania	25,000.00	0.13	No change
Babulal Mahadevbhai Detroja	3,57,205.00	1.86	No change
Parulben Nileshbhai Detroja	5,000.00	0.03	No change
Maulik Dineshbhai Makasana	20,000.00	0.10	No change
Lexus Ceramic Private Limited	19,53,992.00	10.18	No change

Note (iv) Buildup of Share Capital**Equity Share capital**

Financial Year	Number of Shares allotted without payment being received in cash	Number of Share allotted via Bonus	No of Shares acquired under Buyback of Shares
2022-2023	-	-	-
2021-2022	-	-	-
2020-2021	-	-	-
2019-2020	-	-	-
2018-2019	-	-	-

Note (v) Rights, preferences and restrictions attached to the equity shares

The Equity of the company having par value of Rs.10/- per share, rank pari passu in all respects including voting rights and entitlement to dividend.

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note no. 13 Other Equity

(Rs. in Lakhs)

Particulars	Reserves and Surplus				Total
	Retained Earnings	General Reserve	Securities Premium	Other Reserve	
Balance as at April 01, 2021	(2,859.46)		2,984.93		125.47
Add: Profit for the period	1,157.65				1,157.65
Add: Proceed Received from Issue of Share					-
Add: Remeasurement gains/(losses) on defined benefit plan	11.69				11.69
Balance as at March 31, 2022	(1,690.12)	-	2,984.93	-	1,294.81
Add: Profit for the period	(1,182.76)	-	-	-	(1,182.76)
Add: Remeasurement gains/(losses) on defined benefit plan	4.40				4.40
Balance as at March 31, 2023	(2,868.48)	-	2,984.93	-	116.45

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note No. 14 Long-term borrowings

(Rs. in Lakhs)

Particulars	As at 31 March, 2023		As at 31 March, 2022		As at 1 April, 2021	
	Non-current Maturities	Current Maturities	Non-current Maturities	Current Maturities	Non-current Maturities	Current Maturities
A. Debentures (Unsecured)						
AAV SABL(Non Convertible Debenture 14%)	-	275.00	-	300.00	-	640.00
Total (A)	-	275.00	-	300.00	-	640.00
B. Term loans						
Secured						
a. From banks						
1) State Bank of India Term Loan	833.17	120.66	-	-	-	-
2) State Bank of India Term Loan	-	-	-	-	-	244.00
3) State Bank of India Term Loan	-	-	-	444.27	459.79	600.00
4) State Bank of India Term Loan	-	-	-	12.32	11.68	146.67
5) State Bank of India Term Loan	119.10	263.07	381.90	254.59	634.79	152.64
6) HDFC Bank Limited	-	-	-	-	18.05	11.46
b. From other financial institutions	-	-	-	-	-	-
Unsecured						
Ashv Finlease Limited (Erstwhile Jainsons Finlease Ltd)	-	47.49	66.16	54.29	105.18	42.13
Mas Financial Services Limited	-	-	-	-	-	42.87
Total (B)	952.27	431.22	448.07	765.48	1,229.49	1,239.76
C. Loans and advances from related parties						
Unsecured Loan (Refer note no. 31)						
Anilbhai Babubhai Detreja	1,155.80	-	1,034.28	-	583.08	-
Babulal M Detreja	789.51	-	268.03	-	278.27	-
Hiteshbhai Babubhai Detreja	410.53	-	141.16	-	384.25	-
Nileshbhai Babubhai Detreja	612.63	-	628.15	-	740.37	-
Parulben N Detreja	-	-	-	-	18.70	-
Unsecured Loan from shareholder						
Muktaben B Detreja	10.76	-	11.60	-	-	-
Total (C)	2,979.23	-	2,083.22	-	2,004.66	-
D. Loans and Advances From Other Parties						
Others	-	-	-	-	-	-
Total (D)	-	-	-	-	-	-
Total (A+B+C+D)	3,931.50	706.22	2,531.29	1,065.48	3,234.14	1,879.76
E. Lease Laibilities (Refer note no. 15.2(ii) for current maturity)	49.51	34.04	73.95	39.14	100.84	38.19
Total	3,981.01	740.26	2,605.24	1,104.61	3,334.99	1,917.95

Notes: 14.1**(i) Details of Long-term borrowings guaranteed by some of the directors or others:****(Rs. in Lakhs)**

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Loans repayable on demand from banks	1,335.99	1,093.09	2,279.08
Loans repayable on demand from other parties	47.49	120.45	190.17
Loans and advances from related parties	2,979.23	2,083.22	2,004.66
Other loans and advances	275.00	300.00	640.00
Total	4,637.71	3,596.76	5,113.91

Note 14.2 Additional information to Secured/Unsecured long term borrowings

i) The long term portion of term loans are shown under long term borrowings and the current maturities of the long term borrowings are shown under the short term borrowings as per the disclosure requirements of the Division II of Schedule III.

ii) The long term portion of lease liability are shown under long term borrowings and the current maturities of the lease liability are shown under the other current liabilities as per the disclosure requirements of the Division II of Schedule III.

Note 14.3 Details of securities and Terms of repayment**I. Secured**

(A). Term Loans

a). From Banks

1. State Bank Of India - Note 4(B)(a)(1)

The company has taken term loans from State Bank Of India amounting of Rs.10 Cr for setting up of new machinery at Surey No.800, Off NH-8A, Lakhdipur Road, Village Ghutu, Morbi. The Loans are secured by hypothecation of entire plant & machineries along with other fixed asset to be created out of bank fiancée(Present & future). The term loans sanctioned on 23.08.2022.The Loans carries ROI of 10.10 %. The Loans are repayable in 84 Months from original Sanction. The period of maturity of Term loan w.r.t balance sheet is 76 months.

2. State Bank Of India - Note 4(B)(a)(2 to3)

The company has taken 2 term loans from State Bank Of India amounting as T/L No.1 for Rs.15 Cr and T/L No.2 for Rs.21 Cr for setting up company's Plant situated at Surey No.800, Off NH-8A, Lakhdipur Road, Village Ghutu, Morbi. The Loans are secured by hypothecation of entire plant & machineries along with other fixed asset to be created out of bank fiancée(Present & future). Collateral security is Extension of hypothecation of units entire current asset including stock of raw materials, stock in process,finished goods ,stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Both term loans is renewed as on 26.02.2021.The Loans carries ROI of 9.60 %. The Loans are repayable in 67 Months from original Sanction.The T/L No.1 is fully paid during the financial year 2021-22 and The T/L No.2 fully paid during the financial year 2022-23.

3. State Bank Of India - Note 4(B)(a)(4)

Company has taken Loan (common COVID-19 emergency credit Line) from State Bank Of India amounting as for Rs.2.20 Cr which is used to augment net working capital , to meet operational liabilities & restart their businesses during COVID-19 crisis. .The Loans is secured by hypothecation of entire current asset including stock of raw materials, stock in process,finished goods ,stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Loan is further secured by equitable mortgage of factory land admeasuring 40873 sq. mtr. & building thereon .Collateral security is Extension of hypothecation of entire plant & machineries along with other fixed asset to be created out of bank fiancée(Present & future)The Loans carries ROI of 6.95 %.The Loans is sanctioned for 2 years and there will be monotorium of 6 months . The repayment shall commence from Nov.2021 in 18 monthly insttatement of Rs.12,22,222 .The term loan fully paid during the year.

4. State Bank Of India - Note 4(B)(a)(5)

As per loan agreement executed on 21.10.2020, the company has taken Loan (Guaranteed Emergency Credit Line) from State Bank Of India amounting for Rs.7.85 Cr which is used to augment net working capital, to meet operational liabilities & restart their businesses during COVID-19 crisis. The Loans are secured on 2nd charge with the existing credit facility in respect of loan granted by State Bank of India as well as cash flow of repayments. The Loans carries ROI of 7.40%. The Loans is sanctioned for 4 years and there will be moratorium of 12 months. The repayment shall commence from Sep.2021 in 36 monthly installments of Rs.21,21,622/- .The period of maturity w.r.t balance sheet date is 1 years & 5 months.

5. HDFC Bank Limited -Note 4(B)(a)(6)

Secured on hypothecation of Volvo Car owned by the company as specified in the Repayment schedule. The Loan is repayable in 36 Monthly Installments of Rs. 1,13,294/-. The entire loan was repaid in F.Y.2021-22.

(b). Others**1. ASHV Finance Ltd (Erstwhile Jainsons finlease Ltd.)-Note 4(B)(b)(2)**

Unsecured Business Loan as specified in the schedule annexure to the original loan agreement executed on 27.03.2017. The Loan is repayable in two equal bullet payments in 38th and 41th month from the date of execution of loan agreement. Further this loan is restructured as on 31.12.2020 .As per restructuring agreement loan is restructured for Rs.1.43 Cr.The Loans is sanctioned for 3 years and there will be moratorium of 3 months The repayment shall commence from May 2021 in 33 monthly installments of 5,73,801.The period of maturity w.r.t balance sheet date is 10 months.

2. Mas Financial Services Ltd -Note 4(B)(b)(4)

Unsecured Loan as specified in the schedule annexure to the loan agreement executed on 01.06.2017. The Loan is repayable in 35 Monthly Installments of Rs. 12,20,892/-. The loan was scheduled to be completely repaid in May 2020 but company has made restructuring agreement with the lender and as per agreement entire loan was repaid in F.Y.2021-22.

Note 4.3 Details of Long term Borrowings guaranteed by some of directors and others

The terms loan with State Bank Of India has been guaranteed by all the directors of the company

II. Unsecured**(A). Bonds/Debenture**

The company has issued 640 rated,unlisted, taxable, transferable, redeemable non convertible unsecured debenture of face value of Rs.100000 each. The debenture carries 14.50% Rate of interest and payable Half yearly. As per original agreement with debentureholders, Debentures are redeemable in two installments of Rs.3.20 Cr due on 08.04.2020 and 12.06.2020. The company has executed settlement agreement with debentures holders dated 20.01.2022. As per settlement agreement the company will pay an lump sum amount of Rs 300,00,000/- (Rupees Three Crore Only) on the terms contained in Settlement Agreement, towards full and final settlement towards the outstanding amounts and all other amounts payable under the Transaction Documents (as defined in Settlement Agreement). as per settlement agreement entire amount will be paid on 29.04.2022 in single installment but company only paid 25.00 lakhs as on balancesheet date date and balance amount still pending.

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note No. 15 Trade Payable

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(I) Trade Payable			
(a) Total outstanding dues of micro enterprises and small enterprises	22.99	82.72	499.92
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,060.66	512.81	569.80
Total	2,083.64	595.53	1,069.73

Note No. 16 Other financial liabilities

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(i) Advances from customers	225.73	-	17.46
(ii) Payables on purchase of fixed assets	-	31.69	6.35
	-	-	-
Total	225.73	31.69	23.80

Note No. 17 Non Current Provisions

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(a) Provisions for Employee Benefits			
Provision for gratuity (refer Note (i) below)	34.31	31.67	39.00
(b) Others			
Total	34.31	31.67	39.00

Note (i). The company has done actuarial valuation of gratuity fund in accordance with IND AS-19 and the liability has been provided in the books as per actuarial valuation certificate.

The following table sets out the status of the Gratuity Scheme in respect of employees of the Company:

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
Projected Benefit Obligation	35.96	33.13	39.97
Funding Status	Unfunded	Unfunded	Unfunded
Fund Balance	N.A.	N.A.	N.A.
Current Liability	1.65	1.47	0.96
Non-Current Liability	34.31	31.67	39.00

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

The actuarial assumptions used in accounting for the gratuity plan were as follows:

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
Demographic Assumption:			
Mortality Rate	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate
Retirement Age	60 Years	60 Years	60 Years
Attrition Rate	5% at younger ages and reducing to 1% at older ages according to graduated scale	5% at younger ages and reducing to 1% at older ages according to graduated scale	5% at younger ages and reducing to 1% at older ages according to graduated scale
Financial Assumption:			
Salary Escalation Rate	7% p.a.	7% p.a.	7% p.a.
Discount Rate	6.80% p.a (Yield of Government Bond referenced on Valuation Date)	6.80% p.a (Yield of Government Bond referenced on Valuation Date)	6.80% p.a (Yield of Government Bond referenced on Valuation Date)

Note 18 Short-term borrowings

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
(a). State Bank Of India	2,220.91	2,217.42	2,224.19
(b) Current maturities of long-term borrowing	706.22	1,065.48	1,879.76
	2,927.12	3,282.89	4,103.95

Notes:

(i) Details of security for the secured short-term borrowings:

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April, 2021
<u>Loans repayable on demand from banks:</u>			
a) State Bank Of India -Rajkot	2,220.91	2,217.42	2,224.19
The Loans is secured by hypothecation of entire current asset including stock of raw materials, stock in process, finished goods, stores and spares etc. bills/book-debt/receivables and other current asset (Present & future). Loan is further secured by equitable mortgage of factory land admeasuring 40873 sq. mtr. & building thereon. Collateral security is Extension of hypothecation of entire plant & machineries along with other fixed asset to be created out of bank finance (Present & future). The Loan carries ROI of 9.60% on monthly rests.			
Total - from banks	2,220.91	2,217.42	2,224.19

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note no. 19 Trade Payable

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(I) Trade Payable			
(a) Total outstanding dues of micro enterprises and small enterprises	124.21	626.78	776.89
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	3,377.13	3,981.40	2,659.30
Total	3,501.34	4,608.17	3,436.20
Grand Total	3,501.34	4,608.17	3,436.20

Note 19.1 "For the disclosure of the suppliers under the Micro, small and medium enterprises development Act, 2006 refer note no. 32

Note 19.2 There is no interest due or outstanding on the dues to Micro, Small and Medium Enterprises (MSME). During the years ended March 31, 2023 and March 31, 2022.

Note No. 20 Other Current liabilities

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(a) Current maturities of finance lease obligation	34.04	39.14	38.19
(b) Revenue received in advance: Advance received from customers			
(c) Other payables		-	-
(i) Statutory remittances (Contributions to PF and ESIC, Withholding Taxes, Goods & Service Taxes etc.)	126.78	291.12	259.78
(ii) Payables on purchase of fixed assets		-	-
(iii) Contractually reimbursable expenses		-	-
(iv) Interest accrued on trade payables		-	-
(v) Interest accrued on others		-	30.54
(vi) Unpaid matured debenture & interest accrued there on		-	132.67
(vii) Advances from customers	629.35	492.21	181.41
Total	790.17	822.47	642.60

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note 18.3 "For the ageing schedule of Trade Payables

(Rs. in Lakhs)

Particulars	Financial Year 2022-2023				
	Outstanding for following periods from due date of payment				Total
	Less then 1 year	1-2 years	2-3 years	More then 3 years	
(i) MSME	124.21	22.99	-	-	147.20
(ii) Others	3,377.13	1,580.25	151.88	328.53	5,437.79
(iii) Disputed dues - MSME					-
(iv) Disputed dues - Others					-

Particulars	Financial Year 2021-22				
	Outstanding for following periods from due date of payment				Total
	Less then 1 year	1-2 years	2-3 years	More then 3 years	
(i) MSME	626.78	35.32	14.77	4.35	681.21
(ii) Others	3,981.40	230.21	34.62	247.97	4,494.20
(iii) Disputed dues - MSME		28.29	-	-	28.29
(iv) Disputed dues - Others	-	-	-	-	-

Particulars	Financial Year 2020-2021				
	Outstanding for following periods from due date of payment				Total
	Less then 1 year	1-2 years	2-3 years	More then 3 years	
(i) MSME	776.89	396.31	103.61	-	1,276.82
(ii) Others	2,659.30	279.35	284.45	6.00	3,229.11
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

Note No. 21 Current Provisions

(Rs. in Lakhs)

Particulars	As at 31 March, 2023	As at 31 March, 2022	As at 1 April,2021
(a) Provisions for Employee Benefits	-	-	-
Provision for provident and other funds	-	-	-
Provision for gratuity	1.65	1.47	0.96
Provision for ESI	-	-	-
Provision for compensated absences	-	-	-
(b) Others	-	-	-
Service Warranties	-	-	-
Statutory dues	-	-	-
(i) Provision for Salary and Wages	-	-	-
(ii) Provision for Audit Fees	8.50	6.00	3.89
(iii) Provision for expenses (Electricity payable and other payables)	0.67	-	0.12
Total	10.82	7.47	4.98

Note 22 Revenue from operations

	Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(a)	Sale of products (Refer Note (i) below)	9,887.11	13,627.58
(b)	Sale of services (Refer Note (ii) below)	-	-
(c)	Other operating revenues (Refer Note (iii) below)	210.64	245.08
	Total	10,097.75	13,872.67

Note	Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(i)	Sale of products comprises :		
	a). Traded Goods		
	Vitrified Tile	1,094.34	1,516.88
	Wall Tile	11.01	142.53
	Raw Material	-	836.97
	MEIS License Sales	-	41.61
	RODTEP Script Sale	22.59	11.66
	Other Sales	1.42	330.94
	Total - Sale of traded goods	1,129.35	2,880.59
	b). Manufacture Goods		
	Vitrified Tile	6,538.84	8,119.18
	Wall Tile	2,203.46	2,609.28
	Broken Tile	15.46	18.54
		-	-
	Total - Sales of Manufactured Goods	8,757.76	10,746.99
	Total - Sale of traded and manufactured goods	9,887.11	13,627.58
(ii)	Sale of services comprises :		
	Sale of services comprises	-	-
	Total - Sale of services	-	-
(iii)	Other operating revenues comprise:		
		-	-
	Excise Duty Draw Back	53.37	34.94
	Quality Complaints	71.39	-
	RoDTEP Income	53.05	20.28
	Freight Income	5.20	120.38
	Insurance on sales	27.63	46.29
	Rate difference	-	23.20
	Total - Other operating revenues	210.64	245.08

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements

(Rs. in Lakhs)

Note 23 Other income

	Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(a)	Interest income (Refer Note (i) below)	34.41	10.99
(b)	Other non-operating income (net of expenses directly attributable to such income) (Refer Note (ii) below)	74.74	1,074.40
	Total	109.15	1,085.39

Note	Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(i)	Interest income comprises: a. Financial assets mandatorily measured at fair value through profit or loss —Interest from banks on: FD/BG —Interest on VAT refund —Interest on IT refund —Interest on Trade receivables b. Interest income on financial assets fair valued through other comprehensive income — Non-convertible debentures c. Financial assets carried at amortised cost — Tax free bonds and government bonds — Deposits with banks and others	4.86 - - 29.55	4.65 6.08 0.27
	Total - Interest income	34.41	10.99

Note	Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(ii)	Other non-operating income comprises: Coal cess refund Kasar Expenses Commission income Sundry balance written off Profit on sale of asset Apprenticeship fees Debenture settlement income Lease rent Long Term Capital Gain Misc. income Forex gain and loss	12.59 1.96 - 2.18 - - - - - 0.09 57.92	- - 6.59 25.42 18.49 503.67 1.27 472.67 0.50 0.68 0.12 44.97
	Total - Other non-operating income	74.74	1,074.40

LEXUS GRANITO (INDIA) LTD
Notes forming part of the financial statements
(Rs. in Lakhs)
Note 24 Cost of material Consumed

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Opening Stock	650.40	759.08
Purchases	2,177.02	2,449.11
Total	2,827.42	3,208.19
Less: Sold During the year closing Stock	- 1,448.66	- 650.40
Cost of Material consumed	1,378.76	2,557.79
Material consumed comprises:		
Raw Materials	1,378.76	2,443.40
Purchase of Semi Finished Goods	-	5.71
Total	1,378.76	2,557.79

Note 25 Purchase of traded goods

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Traded goods	-	-
RoDTEP License Entitlement (Vitri)	27.51	10.83
RoDTEP License Entitlement (Wall)	3.38	4.30
MEIS License Entitlement (Vitri)	-	20.88
MEIS License Entitlement (Wall)	-	31.35
Traded goods purchase (Vitrified)	780.12	1,364.42
Total	811.02	1,431.78

Note 26 Changes in inventories of finished goods, work-in-progress and

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<u>Inventories at the end of the year:</u>		
A. Inventories at the end of the year: (As verified and certified by the management)		-
Stock of Finished Goods	3,598.34	4,223.36
Stock of WIP	1,535.19	854.15
Total A	5,133.53	5,077.51
B. Inventories at the beginning of the year:		-
Stock of Finished Goods	4,223.36	2,657.96
Stock of WIP	854.15	932.41
Total B	5,077.51	3,590.36
Net (increase) / decrease	(56.03)	(1,487.14)

Note 27 Employee benefits expense

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Salary Exp.	345.53	457.80
Contribution to Provident Fund & Other Fund	4.48	5.23
Gratuity Expenses	8.92	9.37
Total	358.93	472.39

Note 28 Finance costs

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest and finance charges on financial liabilities carried at amortised cost		
(a) Interest expense on:	-	-
(i) Borrowings	364.01	499.95
(ii) Trade payables	23.51	35.71
(iii) Others (lease liability)	9.60	12.24
Less : Amount Capitalised	-	-
Total Interest on financial liabilities carried at amortised cost	-	-
(b) Other borrowing costs	-	-
Bank charges	35.91	46.78
	-	-
Total Finance Cost	433.02	594.69

Note 29 Other expenses

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
<u>(A)Direct Exps.</u>		
Packing Materials Consumed	410.73	1,018.19
Stores Spares Materials Consumed	68.27	930.20
Factory Electric power and Gas Expenses	4,358.87	4,719.59
Fuel Consumed	666.74	615.38
Color and Chemical	889.56	1,006.77
Jobworks Expenses	-	0.81
Machinery Repair & Maintainance	2.30	16.28
Clearing & Forwarding Expense	343.05	246.02
Freight	227.14	639.49
Digital Design Expense	1.35	13.22
	-	-
Total	6,968.02	9,205.95
<u>(B)Indirect Exps</u>		
Computer expense	0.42	1.73
Discount	0.55	27.28
Donation	-	0.05
Insurance	18.77	17.42
Legal & Professional Fees	11.17	20.15
Commision Charges	9.26	-
Marketing Expenses	8.71	33.34
Annual Listing and Custodian Expenses	5.00	1.00
Office Expenses	10.42	15.43
Payments to auditors (Refer to note)	10.52	6.00
Other Interest and Penalty Allowable	8.98	22.24
Late fees and Penalty expense	3.80	0.29
Postage & Courier	1.36	1.35
License fees	0.21	3.20
Printing & Stationary	3.25	5.34
Repair & Maintainance	2.39	3.04
Telephone & interenet charges	2.05	1.81
Technical testing charges	0.59	1.86
Hotel and Travelling Expense	0.93	1.39
Prior Period Expense	3.80	3.70
Bad debts and Balance written off	21.38	24.64
Security Services	1.66	-
Balance with revenue authorities written off	-	52.46
Proft/Loss on asset sale	-	16.69
Loss by accident	-	6.19
	-	-
Total	125.22	266.57
Grand Total	7,093.24	9,472.53

Notes: 29.1

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
(i) Payments to the auditors comprises (net of service tax input credit, where applicable):		
As auditors - Statutory and Tax audit	3.50	3.00
For other services	7.02	3.00
Total	10.52	6.00

Note 30 Earning Per Share

Particulars	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Basic & Diluted		
Net profit / (loss) for the year attributable to the equity shareholders	(1,182.76)	1,157.65
Weighted average number of equity shares	1,91,90,724	1,91,90,724
Par value per share	10.00	10.00
Earnings per share - Basic & diluted	(6.16)	6.03

LEXUS GRANITO (INDIA) LTD

Notes forming part of the financial statements

(Rs. in Lakhs)

Note 31 Related Party Transaction

Name of Party	Nature Of Relation	Nature of Transation	Amount Outstanding as on 31-03-23 payable / (receivable)	Amount of Transaction debited in 01-04-22 to 31-03-2023	Amount of Transaction credited in 01-04-22 to 31-03-2023	Amount Outstanding as on 31-03-22 payable / (receivable)
Anilkumar Babulal Detroja	Director	Unsecured Loan	1,155.80	525.58	647.10	1,034.28
Babulal Mahadevbhai Detroja	Relative of Director	Unsecured Loan	789.51	1,431.81	1,953.29	268.03
Hitesh Babu Bhai Detroja	Director	Unsecured Loan	410.53	90.13	359.50	141.16
Nilesh Babulal Detroja	Relative of Director	Unsecured Loan	612.63	84.02	68.50	628.15
Muktaben B Detroja	Relative of Director	Unsecured Loan	10.76	4.94	4.10	11.60
Ishwarbhai K Sanghani	CFO	Outstanding Salary	0.34	17.61	13.54	4.42
		Salary	-	-	16.80	-
Kirti Goyal	Compliance Officer	Outstanding Salary	0.12	1.56	1.44	0.24
		Salary	-	-	1.68	-
Lioli Ceramica Private Limited	KMP is director in the Company	Trade payable	3.39	0.03	6.97	(3.55)
		Purchase of Goods		-	0.80	-

Note - 32 – Financial Instruments

1. Capital Management

The Company's capital management objectives are to ensure the company's ability to continue as a going concern, to provide an adequate return to share holders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet. Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

The Company manages its capital on the basis of Net Debt to Equity Ratio which is Net Debt (Total Borrowings net of Cash and Cash Equivalents) divided by total equity.

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Total Borrowings	6,858.62	5,814.18
Less: Cash and Cash Equivalents	23.91	19.18
Net Debt (A)	6,834.71	5,795.00
Total Equity (B)	2,035.52	3,213.88
Capital Gearing Ratio (B/A)	0.30	0.55

The Company has complied with the covenants as per the terms and conditions of the major borrowing facilities throughout the Reporting Period.

2. Financial Risk Management – Objectives and Policies

The Company's financial liabilities mainly comprise the loans and borrowings in domestic currency, money related to capital expenditures, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's financial assets comprise mainly of investments, security deposits, cash and cash equivalents, other balances with banks, trade and other receivables that derive directly from its business operations.

The Company is exposed to the Market Risk, Credit Risk and Liquidity Risk from its financial instruments.

The Management of the Company has implemented a risk management system which is monitored by the Board of Directors of the Company. The general conditions for compliance with the requirements for proper and future-oriented risk management within the Company are set out in the risk management principles. These principles aim at encouraging all members of staff to responsibly deal with risks as well as supporting a sustained process to improve risk awareness. The guidelines on risk management specify risk management processes, compulsory limitations, and the application of financial instruments. The risk management system aims to identify, assess, mitigate the risks in order to minimize the potential adverse effect on the Company's financial performance.

A. Fair value measurement

Particulars	For the year ended 31st March, 2023		
	Amortised Cost	FVTPL	FVTOCI
Financial Assets- Non Current			
Investment	0.89	-	-
Trade receivables	732.59	-	-
Loans	-	-	-
Other Financial Assets	243.65	-	-
Financial Assets- Current			
Investment	-	-	-
Trade receivables	1,444.00	-	-
Cash and Cash Equivalent	23.91	-	-
Other Bank Balances	-	-	-
Other Financial Assets	119.37	-	-
Total	2,564.41	-	-
Financial Liabilities- Non Current			
Borrowings	3,931.50	-	-
Lease Liabilities	49.51	-	-
Trade payables	2,083.64	-	-
Other Financial Liabilities	225.73	-	-
Financial Liabilities- Current			
Borrowings (including current maturities of non-current borrowings)	2,927.12	-	-
Trade payables	3,501.34	-	-
Other Financial Liabilities	-	-	-
Total	6,428.47	-	-

Particulars	For the year ended 31st March, 2022		
	Amortised Cost	FVTPL	FVTOCI
Financial Assets- Non Current			
Investment	0.89	-	-
Trade receivables	608.13	-	-
Loans	-	-	-
Other Financial Assets	259.96	-	-
Financial Assets- Current			
Investment	-	-	-
Trade receivables	2,068.47	-	-
Cash and Cash Equivalent	19.05	-	-
Other Bank Balances	0.13	-	-
Other Financial Assets	104.14	-	-
Total	3,060.78	-	-
Financial Liabilities- Non Current			
Borrowings	2,531.29	-	-
Lease Liabilities	73.95	-	-
Trade payables	595.53	-	-
Other Financial Liabilities	31.69	-	-
Financial Liabilities- Current			
Borrowings (including current maturities of non-current borrowings)	3,282.89	-	-
Trade payables	4,608.17	-	-
Other Financial Liabilities	-	-	-
Total	7,891.07	-	-

B. Market Risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of a business. There are no material market risk affecting the financial position of the Company.

(a) Interest Rate Risk

Interest risk is the risk or uncertainty arising from possible interest rate movements and their impact on the future obligations or cash flows of a business. There are no material interest risk affecting the financial position of the Company.

(b) Currency Risk

Interest risk is the risk or uncertainty arising from possible interest rate movements and their impact on the future obligations or cash flows of a business. There are no material interest risk affecting the financial position of the Company.

(c) Other Price Risk

Other Price Risk is the Risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. The Company is exposed to price risk arising mainly from investments in equity/equity-oriented instruments recognized at FVTPL/FVTOCI.

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Investments (FVTPL)	-	-
Investments (FVTOCI)	-	-

C. Credit Risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and other Financial assets measured at amortized cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets. (i) Low credit risk, (ii) Moderate credit risk, (iii) High credit risk.

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Financial assets (other than trade receivables) that expose the entity to credit risk are managed and categorized as follows:

Basis of categorisation	Asset class exposed to credit	Provision for expected credit loss
Low credit risk	Cash and cash Equivalents, other bank balances, loans and other financial assets	12 month expected credit loss.
Moderate credit risk	other financial assets	12 month expected credit loss, unless credit
High credit risk	other financial assets	Life time expected credit loss (when there is

Financial assets (other than trade receivables) that expose the entity to credit risk (Gross exposure): –

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Low Credit Risk		
Cash and cash equivalents	23.91	19.05
Bank Balances other than above	-	0.13
Other Financial Assets	119.37	104.14
Moderate/ High Credit Risk	-	-
Total	143.28	123.32

(i) Cash and cash equivalent and bank balance:

Credit risk related to cash and cash equivalents and bank balance is managed by only accepting highly rated banks and diversifying bank deposits and accounts in different banks.

(ii) Loans and Other financial assets measured at amortized cost:

Other financial assets measured at amortized cost includes Security Deposit to various authorities , Loans to staff and other receivables. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously, while at the same time internal control system in place ensure the amounts are within defined limits.

(iii) Trade receivables:

Life time expected credit loss is provided for trade receivables. Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions. Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognized in statement of profit and loss.

(A) Expected credit losses:

Expected credit loss for trade receivables under simplified approach:

The Company recognizes lifetime expected credit losses on trade receivables & other financial assets using a simplified approach, wherein Company has defined percentage of provision by analyzing historical trend of default based on the criteria defined below and such provision percentage determined have been considered to recognize life time expected credit losses on trade receivables (other than those where default criteria are met in which case the full expected loss against the amount recoverable is provided for). Further, the Company has evaluated recovery of receivables on a case to case basis. No provision on account of expected credit loss model has been considered for related party balances. The Company computes credit loss allowance based on provision matrix. The provision matrix is prepared on historically observed default rate over the expected life of trade receivable and is adjusted for forward - looking estimate. The provision matrix at the end of reporting period is as follows:

Particulars	Expected Loss Rate
All Receivables excluding Related Parties	0.50%

Movement in Expected Credit Loss Allowance on Trade Receivables	For the year ended 31st March, 2023	For the year ended 31st March, 2022
Balance at the beginning of the reporting period	-	-
Loss Allowance measured at lifetime expected credit losses	-	-
Balance at the end of reporting period	-	-

D. Liquidity Risk

Liquidity Risk is the risk that the Company will encounter difficulty in raising the funds to meet the commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Financing arrangements:

The Company had access to the following undrawn borrowing facilities at the end of the reporting period:

Particulars	For the year ended 31st March, 2023	For the year ended 31st March, 2022
- Cash credit limit	2,220.91	2,217.42

ADDITIONAL REGULATORY INFORMATION AS PER SCHEDULE III OF THE COMPANIES ACT, 2013.

1. Contingent liabilities and commitments (to the extent not provided for)

(Rs. in Lakhs)

S.No.	Particulars	As at 31 March 2023																
i.	Contingent liabilities a) Claims against the Company not acknowledged as debt. 1. The Income Tax Department has raised demands in regards to tax deducted at source for non-compliances to the provision of the act that has been verified from TRACES are as follows: <table><tr><th>Financial Year</th><th>Amount</th></tr><tr><td>2012-13</td><td>0.02</td></tr><tr><td>2017-18</td><td>25.17</td></tr><tr><td>2018-19</td><td>8.23</td></tr><tr><td>2019-20</td><td>7.96</td></tr><tr><td>2020-21</td><td>0.25</td></tr><tr><td>2021-22</td><td>5.31</td></tr><tr><td>2022-23</td><td>0.03</td></tr></table>	Financial Year	Amount	2012-13	0.02	2017-18	25.17	2018-19	8.23	2019-20	7.96	2020-21	0.25	2021-22	5.31	2022-23	0.03	46.97
Financial Year	Amount																	
2012-13	0.02																	
2017-18	25.17																	
2018-19	8.23																	
2019-20	7.96																	
2020-21	0.25																	
2021-22	5.31																	
2022-23	0.03																	
	2. The Income Tax Department (DC/ACIT,CIR, Morbi) has passed an order dated 14.06.2019 under sec. 271AA for AY 2015-16 stating that the Assessee is failed to comply with provision contained in Section 92E/92D of the Income tax Act 1961 to maintain such report and documents & report specified domestic transactions in form 3CEB, so initiated penalty proceedings and raised notice of demand of Rs. 9,73,952/-. The assessee has filed an appeal to CIT (Appeals) dated 22.06.2019 against the said order and the matter is pending for adjudication.	16.37																
	3. The Income Tax Department (DC/ACIT, CIR, Morbi) has passed an order dated 26.12.2018 under sec. 143(3) determining total income of the assessee for the AY 2015-16 by adding Rs. 1,76,79,000/- to the total income disclosed by the assessee in the ITR and issued notice for demand amounting to Rs. 51,92,370/-. The assessee has filed an appeal to CIT (Appeals) dated 05.01.2019 against the said order and deposited Rs. 3,46,474/- of total demand raised, the matter is pending for adjudication.	48.21																
	4. The Income Tax Department (DC/ACIT, CIR, Morbi) has passed an order dated 28.12.2018 under sec. 143(3) determining total income of the assessee for the AY 2016-17 by adding Rs. 9,71,65,236/- to the total income disclosed by the assessee in the ITR and issued notice for demand amounting to Rs. 2,98,55,349/-. The assessee has filed an appeal to CIT (Appeals) dated 02.01.2019 against the said order and deposited Rs. 9,96,070/- of total demand raised, an the matter is pending for adjudication.	288.59																
	5. The Income Tax Department (central processing system)																	

	<p>served notice U/s 143(1)(a) for proposed addition in taxable income as furnished in return of income filed for AY 2018-19 and raised demand of Rs. 94,17,910/-. The total income disclosed by the company in the ITR filed on 23.03.2019 was Rs.7,76,17,710/-. The Assessing authority wide notice served on 10.05.2019 proposed an addition of Rs. 99,97,139/-. In this regards the assessee has accepted an addtion of Rs. 87,98,290/-, further the case is open for proceedings u/s 143(3) of the Income Tax Act ,1961 and pending for final adjudication. Further Notice of demand u/s 270A served on company on 8.12.2021 for Rs.43,040.</p>	106.23
	<p>6. The Income Tax Department (central processing system) served notice U/s 147 on dated March 30, 2023 and raised demand amount of Rs. 1,52,03,237/- for the Assessment Year 2018-19. In the order the CPC Re-computed the total income of the assessee and declared total income amount of Rs. 9,13,10,540/- of the assessee and the total income disclosed by the assessee in ITR on dated March 23, 2019 is amount of Rs. 7,76,17,767/-. Further the assessee has filed appeal against the order of CPC to the Commissioner of income tax (Appeal) on dated June 01, 2023, and the matter is pending for adjudication.</p>	152.03
	<p>7. The office of commissioner of CGST Audit has passed an order dated 6.04.2022 as per GST Audit conducted of company for F.Y.2017-18 to 2019-20 and raised demand of Rs. 58,43,646.</p>	58.44
	<p>b) Guarantees</p>	
	<p>1. The State Bank of India Rajkot issued Bank Guarantee to Gujrat Gas Limited on 29.07.2022 on behalf of the company for Rs. 2,27,53,200/- from the period 29.07.2022 to 28.07.2023.</p>	227.53
	<p>2. The State Bank of India Rajkot Issued Bank Guarantee to Paschim Gujraat Vij Company Limited on 27.04.2022 on behalf of the company for Rs 1,82,60,270/- for the period of 27.04.2022 to 26.04.2025.</p>	182.60
	<p>3. The State Bank of India Rajkot issued Bank Guarantee to Gujrat Gas Limited on 29.07.2022 on behalf of the company for Rs. 18,00,000/- from the period 29.07.2022 to 28.07.2023.</p>	18.00
	<p>4. The State Bank of India Rajkot issued Bank Guarantee to Gujrat Gas Limited on 28.02.2023 on behalf of the company for Rs. 40,89,587/- from the period 27.02.2023 to 26.02.2024.</p>	40.90
	<p>c) Others money for which the company is contingently liable</p>	
ii.	<p>Commitments</p>	
	<p>a) Estimated amount of contracts remaining to be executed on</p>	-

	capital account and not provided for	
	b) Uncalled liability on shares and other investments partly paid	-
	c) Other commitments	-

2. Title Deeds of Immovable Properties

All the Immovable properties held by the company individually and are in its name.

3. Revaluation of the Property, Plant and Equipment's

The company has not revalued any of its property, Plant and Equipment's during the reporting period.

4. Disclosures of Loans & Advances granted to Promoters, directors, KMPs and the related parties

The company has granted loans and advances in the nature of loans to related parties which are repayable on demand or without specifying any terms or period of repayment

Type of Promoter	Amount of loan or advance in the nature of loan outstanding	% to the total Loans and advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Parties	-	-
Total	-	-

5. Capital Work in Progress (CWIP)

Ageing of Capital work in progress as under.

CWIP	(Amount in Lakhs)				Total
	Amount in CWIP for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Factory building shed in Progress	28.19	-	-	-	28.19

6. Disclosures of Benami Properties held.

There are no proceedings have been initiated or pending against the company for holding any benami property under the benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

7. Disclosures of Wilful Defaulter

The company has not been declared wilful defaulter by any bank or financial institution.

8. Relationship with struck off Companies

The company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

9. Registration of Charges or Satisfaction with Registrar of Companies

There are no charges or satisfaction which are yet to be registered with Registrar of Companies.

10. Layers of the company

The company has no subsidiary companies as at the balance sheet date.

11. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

(Amount in Lakhs)	
Particulars	As at 31 March, 2023
(i) Principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	147.20
(ii) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-
(iii) The 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 Micro, Small and Medium Enterprises Development Act, 2006	-
(iv) The amount of interest accrued and remaining unpaid at the end of the accounting year	-
(v) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of Micro, Small and medium enterprises Development Act, 2006	-
Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.	

12. Financial Ratios

a) Current ratio (*Current Assets/ Current Liabilities*)

(Amount in Lakhs)		
Particulars	FY 2022-23	FY 2021-22
Current Assets	8,742.12	8,460.42
Current Liabilities ⁽¹⁾	7,229.45	8,721.00
Current ratio	1.21	0.97
% Change	24.74%	

Reasons for variation in excess of 25% - NA

⁽¹⁾ Current Liabilities include short term borrowings availed by the Company

b) Debt-Equity Ratio (*Debt/Equity*)

(Amount in Lakhs)		
Particulars	FY 2022-23	FY 2021-22
Debt ⁽²⁾	6942.17	5927.27
Net worth	2035.52	3213.88
Debt-Equity Ratio	3.41	1.84
% change	85.33%	

Reasons for variation in excess of 25% - In current Financial Year secured loans has increased as compared to previous year. Further Total Networth is decreased as compared to previous year due to company has been incurred losses in current financial year.

(2) Debt includes total borrowings including current maturities of lease liabilities of the company.

c) **Debt-Service Coverage Ratio** (*Profit Before Tax + Depreciation + Interest on term loans/ Total Loan instalments*)

(Amount in Lakhs)

Particulars	FY 2022-23	FY 2021-22
PBT + Dep + Intt on TL	558.04	2432.18
Loan Instalments+ Intt on TL	958.19	1415.34
Debt Service Coverage Ratio	0.58	0.72
% Change	-66.28%	

Reasons for variation in excess of 25%- Debt Service Coverage Ratio has decreased primarily due to the company has been earned losses in the current financial year.

d) **Return on Equity Ratio** (*PAT/Net Worth*)

(Amount in Lakhs)

Particulars	FY 2022-23	FY 2021-22
PAT	(1,178.36)	1,169.34
Net worth	2,035.52	3,213.8
Return on Equity Ratio	(0.58)	0.36
% change	(261.11)%	

Reasons for variation in excess of 25% -Return on Equity Ratio has decreased due to company has been earned losses during the year therefore net worth also decreased simultaneously.

e) **Inventory Turnover Ratio** (*Cost of Goods Sold / Average Inventory*)

(Amount in Lakhs)

Particulars	FY 2022-23	FY 2021-22
Cost of goods sold	9369.45	12048.27
Average inventory	6711.73	6005.72
Inventory Turnover Ratio	1.40	2.01
% Change	(30.35)%	

Reasons for variation in excess of 25% - purchase of raw materials and stock in trade are decreased as compared to previous year.

f) **Trade Receivables Turnover Ratio** (*Turnover / Average Trade Receivables*)

(Amount in Lakhs)

Particulars	FY 2022-23	FY 2021-22
Turnover	10097.75	13872.67
Average Trade Receivables	2426.60	2982.86
Trade Receivables Turnover Ratio	4.16	4.65
% Change	(10.53)%	

Reasons for variation in excess of 25% - NA

g) **Trade Payables Turnover Ratio** (*Purchases / Average Trade payables*)

(Amount in Lakhs)

Particulars	FY 2022-23	FY 2021-22
Purchases	9,956.05	13,086.84
Average Trade Payables	5,394.34	4,854.81
Trade Payables Turnover Ratio	1.85	2.70
% change	(31.48)%	

Reasons for variation in excess of 25% - purchase of raw materials and stock in trade are decreased as compared to previous year.

h) Net Capital Turnover Ratio (*Turnover / Net worth*)**(Amount in Lakhs)**

Particulars	FY 2022-23	FY 2021-22
Turnover	10097.75	13872.67
Net Worth	2035.52	3213.88
Net Capital Turnover Ratio	4.96	4.32
% Change	14.81%	

Reasons for variation in excess of 25% - NA**i) Net Profit Ratio (*PAT/ Sales*)****(Amount in Lakhs)**

Particulars	FY 2022-23	FY 2021-22
PAT	(1178.36)	1169.34
Sales	10097.75	13872.67
Net Profit Ratio	(0.12)	(0.08)
% change	(250.00)%	

Reasons for variation in excess of 25% - Net Profit Ratio has decreased primarily due to the company has been earned losses in the current financial year.**j) Return on Capital Employed (*Profit after Tax / Net Worth*)****(Amount in Lakhs)**

Particulars	FY 2022-23	FY 2021-22
Profit after Tax	(1178.36)	1169.34
Total Networth	2035.52	3213.88
Return on capital employed	(0.58)	0.36
% change	(261.11)%	

Reasons for variation in excess of 25% - Return on Capital Employed has decreased primarily due to the company has been earned losses in the current financial year.**k) Return on Investments (*Profit After Tax+ Interest on Term Loan*) / (*Long Term Debt + Total Networth*)****(Amount in Lakhs)**

Particulars	FY 2022-23	FY 2021-22
PAT+ Interest on Term Loan	(814.35)	1669.29
Networth	2035.52	3213.88
Return on Investment	(0.40)	0.52
% change	(176.92)%	

Reasons for variation in excess of 25% - Return on investment has decreased tremendously mainly on account of losses earned of Rs. 1178.36 Lakhs in FY 2022-23 as compared to profit of Rs. 1169.34 Lakhs earned in FY 2021-22 which has decreased the Networth of the Company.