



GLOBESEURE

**2021-2022**

**ANNUAL**

**REPORT**



**INDEX**

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**CORPORATE INFORMATION**

<p><b>BOARD OF DIRECTORS</b> Mr. Ragavan Rajkumar – Chairman &amp; Managing Director Mrs. Sonam Ragavan – Director Mr. Ajay Kumar Verma- Director Mr. Sushilkumar Agrawal – Non-Executive Independent Director Mr. Asheesh Kamalakanta Chatterjee - Non-Executive Independent Director Mr. Gopala Ramaratnam- Non-Executive Independent Director</p> <p><b>KEY MANAGERIAL PERSONNEL</b> Mr. Uttam Dhirajlal Dhanesha - Chief Financial Officer Ms. Heta Dipen Desai - Company Secretary &amp; Compliance Officer</p> <p><b>AUDIT COMMITTEE</b> Mr. Shushilkumar Agrawal - Chairman Mr. Gopala Ramaratnam - Member Mr. Asheesh Kamalakanta Chatterjee - Member</p> <p><b>NOMINATION &amp; REMUNERATION COMMITTEE</b> Mr. Asheesh Kamalakanta Chatterjee - Chairman Mr. Gopala Ramaratnam - Member Mr. Sushilkumar Agrawal - Member</p> <p><b>STAKEHOLDER’S GRIEVANCES COMMITTEE</b> Mr. Gopala Ramaratnam - Chairman Mr. Sushilkumar Agrawal - Member Mr. Asheesh Kamalakanta Chatterjee - Member</p>	<p><b>STATUTORY AUDITOR</b> Kumbhat &amp; Co., Chartered Accountants Crescent Business Boulevard Unit No. 1 &amp; 2, Ashok Chakravarthy Road, Ashok Nagar, Kandivali east, Mumbai-400101, Maharashtra, India.</p> <p><b>REGISTRAR &amp; SHARE TRANSFER AGENT</b> Skyline Financial Services Private Limited Category I Registrar to Issue &amp; Share Transfer Agents</p> <p><b>REGISTERED OFFICE</b> C-321, 215 Atrium, M.V. Road Near Courtyard Marriott Hotel, Andheri - East Mumbai - 400093, Maharashtra, India. Ph. No.: 22- 4002 2224 Email: <a href="mailto:info@globesecure.in">info@globesecure.in</a> Website: <a href="http://www.globesecure.in">www.globesecure.in</a></p> <p><b>BANKER TO THE COMPANY</b> ICICI Bank</p> <p><b>7<sup>TH</sup> ANNUAL GENERAL MEETING</b> Day: Friday Date: 30<sup>th</sup> September, 2022 Time: 9:00 a.m. Venue: Hamra Hall, Suba International, Chakala, 211, Sahar Rd, Opposite Cigarette Factory, Wing-C, Dawoolwadi, Andheri East, Mumbai-400099, Maharashtra, India.</p>
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**CHAIRMAN'S MESSAGE**

Dear Shareholders,

At the outset, I on behalf of entire GSTL family, take this opportunity to thank all of you sparing your valuable time for this occasion. Further, it gives me immense pleasure to present the Seventh Annual Report of Globesecure Technologies Limited.

The year was marked by successive Covid-19 waves, alongside continued supply chain disruptions and inflationary pressures. However, mass vaccination drives, eased out restrictions and revival in demand, led to faster than expected recovery of the economy. You will be happy to know that your Company's sustained efforts towards enhancing capacities through acquisitions and constantly exploring new business opportunities delivered extremely satisfying outcomes, keeping us ahead of the curve.

Last one year has been very eventful for the company, wherein we got it listed on NSE Emerge platform. The listing has been very encouraging and we got good response to our Initial Public Offer and it was oversubscribed by around 13 times. It continues and we are writing a new chapter of growth every year, while this year may be regarded as a marvellous start to a new journey. In a domain full of volatility, indecision, intricacy and abstruseness, these triumphs are indeed commendable.

We once again thank all the subscribers and shareholders for this overwhelming success.

We are pleased to inform you that Company has been able to successfully face the challenges appropriately and register respectable growth. The growth of the Company is essentially because of faith by all stakeholders including customers, suppliers, bankers, employees and the shareholders.

As the numbers are satisfactory for the current financial year in line with our performance in the past, at the same time it gives bigger responsibility to perform equally good in the forthcoming financial years also. And we wish to ensure you that the team is ready to undertake the challenge and we expect to produce similarly impressive results in the coming years also.

With best wishes,  
Sincerely,  
Sd/-  
Ragavan Rajkumar  
Chairman



## **Moments of Listing Appreciation by NSE**

The Company came up with the Initial Public Offer (IPO) for 34,92,000 Equity Shares at issue price of Rs. 29/- per Equity Share with your valuable support and faith on 'Globesecure Technologies Limited'. The IPO was oversubscribed by 13 times and successfully listed on NSE Emerge Platform on 2<sup>nd</sup> June 2022.





**NOTICE**

Notice is hereby given that the Seventh Annual General Meeting of the members of **GLOBESECURE TECHNOLOGIES LIMITED** will be held on **Friday, 30<sup>th</sup> September, 2022** at **9.00 a.m.** at Suba International, Chakala, 211, Sahar Rd, Opposite Cigarette Factory, Wing-C, Dawoolwadi, Andheri East, Mumbai-400099, Maharashtra to transact the following business:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements for the financial year ended 31<sup>st</sup> March, 2022 and the Reports of Directors' and Auditors' thereon.
2. To appoint a Director in place of Mr. Ragavan Rajkumar (DIN- 02002480) who retires by rotation, and being eligible, offers himself for re-appointment.

**SPECIAL BUSINESS:**

3. Continuation of Appointment of Mr. Sushilkumar Agrawal as Non-executive Independent Director of the Company who has attained age of 70 years:

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

**"RESOLVED THAT** pursuant to Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time and other applicable provisions, if any, of the Companies Act, 2013 and Rules made thereunder, consent of the Members be and is hereby accorded to Mr. Sushilkumar Agrawal (DIN:00400892), Director of the Company, to continue to hold office of Non-executive Independent Director of the Company till his current tenure of appointment which ends on 31<sup>st</sup> December 2025 notwithstanding that Mr. Sushilkumar Agrawal has already crossed 70 years of age."

By Order of the Board of Directors  
For **GLOBESECURE TECHNOLOGIES LIMITED**

Sd/-  
**RAGAVAN RAJKUMAR**  
Chairman  
DIN: 02002480

Place: Mumbai

Date: September 2, 2022

**NOTES:**

(a) The Statement pursuant to Section 102 of the Companies Act, 2013 (Act), in respect of the business as set out in the Notice is annexed hereto.

**(b) A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER.**

A person can act as a proxy on behalf of members, not exceeding fifty and in the aggregate not more than 10% of the total share capital of the company, carrying voting rights. A member holding more than 10% of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. The proxy forms should be lodged with the Company at its Registered Office at least 48 hours before commencement of the meeting.



## **GTEC GLOBESECURE TECHNOLOGIES LIMITED**

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(c) With reference to the Companies (Management and Administration) Rules, 2014, Companies covered under Chapter XB as per SEBI (ICDR) Regulations, 2009 are exempted from e-voting provisions. Your Company is listed on the SME platform of NSE. Therefore, Company is not providing an e-voting facility to its shareholders.

(d) The requirement to place the matter relating to appointment of auditor of ratification by members at every AGM has been done away with vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs. Accordingly, no resolution is proposed for ratification of Statutory Auditor.

(e) Members are requested to intimate all changes pertaining to their bank details, ECS mandates Nominations, Power of Attorney, Change of Address/name etc. to their Depository Participant only and not to the Company or Company's Registrar and Transfer Agent. Changes intimated to the Depository Participant will then be automatically reflected in the Company's records which will help the Company and the Registrar & Transfer Agent to provide efficient service to the members.

(f) Relevant documents and registers will be available for inspection by the members at the Registered Office of the Company on the date of AGM.

(g) As per Securities and Exchange Board of India (SEBI) notification, submission of Permanent Account Number (PAN) is compulsorily required for participating in the securities market, deletion of name of deceased shareholder or /transposition of shares. Members holding shares in dematerialized mode are requested to submit PAN details to their Depository Participant whereas Members holding shares in physical form are requested to submit their PAN details to the Company's Registrar & Transfer Agent.

(h) Members holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Act, are requested to submit details to the Registrar & Transfer Agents of the Company, in the prescribed Form SH 13 for this purpose.

(i) The instrument of Proxy, in order to be effective, should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the AGM. A Proxy Form is annexed to this Notice. Proxies submitted on behalf of limited companies, societies, etc. must be supported by appropriate resolution or authority as applicable.

(j) Members/Proxy holder/Authorised Representative are requested to bring duly filled Attendance Slip enclosed herewith along with their copy of the Notice to attend the Meeting.

(k) In case of joint holders attending the Meeting, the first holder as per the Register of Members of the Company will be entitled to vote.

(l) The Board of Directors has appointed Ms. Heena Jaysinghani, Company Secretary in Practice (CP No.: 20242) as Scrutinizer for conducting the voting process in a fair and transparent manner.

(m) Electronic copy of the Notice is being sent to all the Members whose email addresses are registered with the Company/Depository Participant(s) for communication purposes unless any Member has requested for a hard copy of the same. For Members who have not registered their email address, physical copy of the Notice is being sent in the permitted mode. Members may note that this Notice will also be available on the Company's website i.e. [www.globesecure.in](http://www.globesecure.in)

(n) The route map showing directions to reach the venue of the AGM is annexed and forms part of the Notice.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013:**

**ITEM NO. 2**

Details of the directors seeking appointment/ re-appointment, pursuant to regulation 36(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and Secretarial Standard-2.

Particulars	Retire by rotation
Name of the Director	Mr. Ragavan Rajkumar
Director Identification Number (DIN)	02002480
Date of Birth	21 <sup>st</sup> December 1982
Nationality	Indian
Date of Appointment on Board	1 <sup>st</sup> March 2016
Qualification	Bachelors of Engineering in Automobile from Madras University
Shareholding in the Company	28,27,080 Shares
Experience	He has overall 15 years of experience in Sales and Marketing, Client Servicing and sales promotion in financial sector. He has nearly 6 years of experience in IT Services.

**ITEM NO. 3**

Mr. Sushilkumar Agrawal (DIN: 00400892), Non-Executive Independent Director, was appointed on the Board of the Company on 25<sup>th</sup> August 2020 in compliance with section 149 of the Companies Act, 2013, and his appointment as an Independent Director of the Company for a fixed term of 5 years was made at the Annual General Meeting held on 31<sup>st</sup> December 2020. His current term in the office of Independent Director is up to 31<sup>st</sup> December 2025.

Mr. Sushilkumar Agrawal is currently holding the Chairman position of Audit Committee of the Board. He is also member of Nomination and Remuneration Committee and Stakeholders' Relationship Committee.

In terms of Regulation of Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements), (Amendment) Regulations, 2018, for the continuation of Mr. Sushilkumar Agrawal as a Non-Executive Director beyond age of 70 years, consent of the Members would be required by way of a Special Resolution.

Mr. Sushilkumar Agrawal is associated with our Company since August 2020. He holds Certificate of Practice as Chartered Accountant and has been practicing from October 1977. He is a Practicing Chartered Accountant with nearly 50 years of experience in the field of Audit, Financial consultancy, Tax consultancy and other services related to fund raising and compliance. He also holds membership of Indian Merchants Chamber of Commerce (Member of Committee of Economic Policy), Institute of Directors, Indian Institute of Corporate Affairs, Transasia Chamber of Commerce (Co Chairman of Taxation Committee).

It is in the interest of the Company to continue to avail his valuable expertise. The Board recommends the resolution for the approval of the Members.

Except Mr. Sushilkumar Agrawal, none of the Directors and Key Managerial Personnel of the Company and /or their relatives is deemed to be concerned or interested (financially or otherwise) in the resolution.

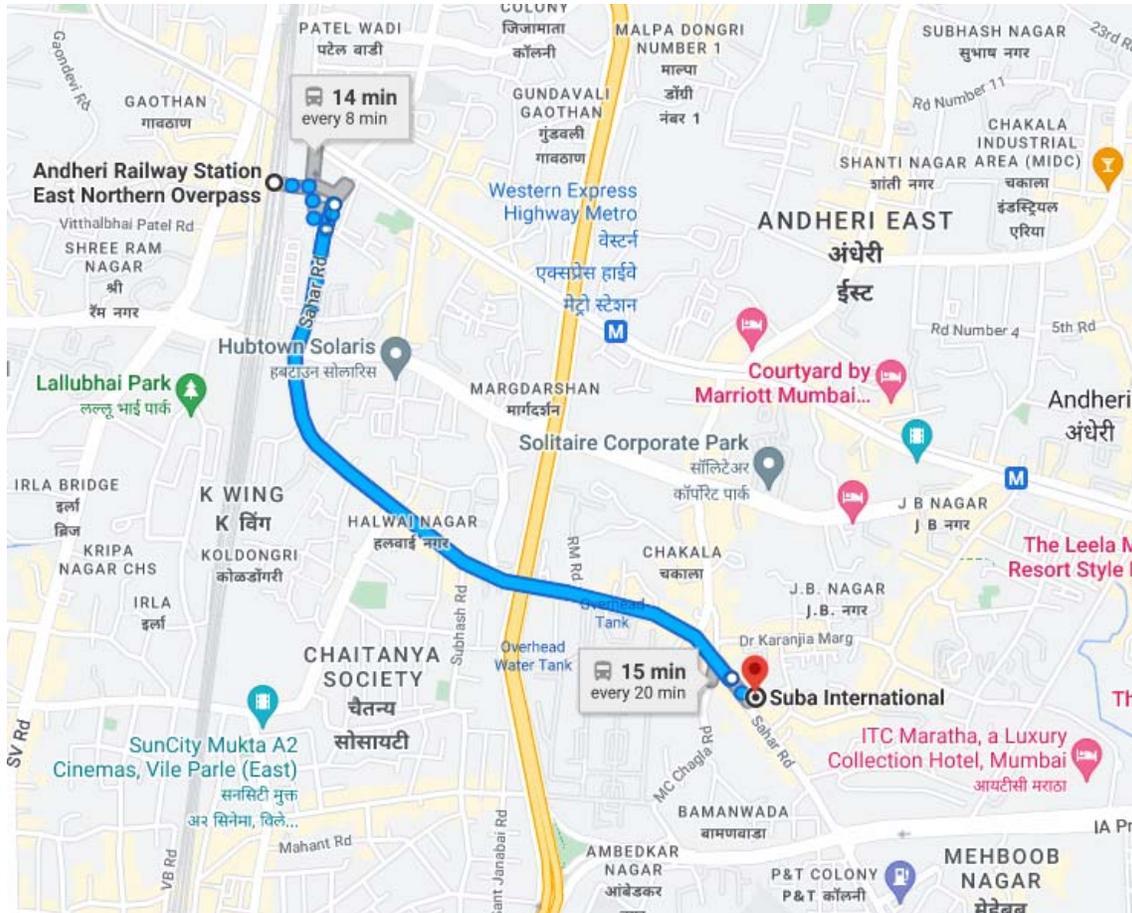


By Order of the Board of Directors  
For **GLOBESECURE TECHNOLOGIES LIMITED**

Sd/-  
Ragavan Rajkumar  
Chainman  
DIN: 02002480

Place: Mumbai  
Date: September 2, 2022

**ROUTE MAP TO THE AGM VENUE**





**ATTENDANCE SLIP**

(To be presented at the entrance)

**ANNUAL GENERAL MEETING ON FRIDAY, SEPTEMBER 30, 2022 AT 9.00 A.M. IST**

at Hamra Hall, Suba International, Chakala, 211, Sahar Rd, Opposite Cigarette Factory, Wing-C, Dawoolwadi, Andheri East, Mumbai-400099, Maharashtra.

I hereby record my presence at the Annual General Meeting of the Company held on Friday, September 30, 2022 at 9.00 a.m. at Hamra Hall, Suba International, Chakala, 211, Sahar Rd, Opposite Cigarette Factory, Wing-C, Dawoolwadi, Andheri East, Mumbai-400099, Maharashtra.

Folio No.	DP ID No.	Client ID No.	Name of the Member

Signature: \_\_\_\_\_

Name of the Proxyholder/ Authorised Representative \_\_\_\_\_

Signature: \_\_\_\_\_

1. Only Member/Proxyholder/Authorised Representative can attend the Meeting.
2. Member/Proxyholder/Authorised Representative should bring his/her copy of the Notice of the EGM for reference at the Meeting.

**PROXY FORM**

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Member(s): \_\_\_\_\_

Registered address: \_\_\_\_\_

Folio No.	DP ID No.	Client ID No.	Name of the Member

I/We, being the member(s) of \_\_\_\_\_ Equity Shares of Globesecure Technologies Limited, hereby appoint:

1. Name: \_\_\_\_\_  
 E-mail Id: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him

2. Name: \_\_\_\_\_  
 E-mail Id: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 \_\_\_\_\_ Signature: \_\_\_\_\_



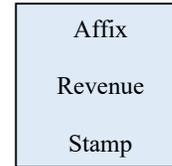
## GTEC GLOBESECURE TECHNOLOGIES LIMITED

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting on Friday, September 30, 2022 At 9.00 A.M. IST at Hamra Hall, Suba International, Chakala, 211, Sahar Rd, Opposite Cigarette Factory, Wing-C, Dawoolwadi, Andheri East, Mumbai-400099 and at any adjournment thereof in respect of such resolutions as are indicated below:

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

Resolution No.	Resolution	For	Against
<b>Ordinary Business</b>			
1	To receive, consider and adopt the Audited Financial Statements for the financial year ended 31 <sup>st</sup> March, 2022 and the Reports of Directors' and Auditors' thereon.		
2	To appoint a director in place of Mr. Ragavan Rajkumar (DIN-02002480) who retires by rotation, and being eligible, offers himself for re-appointment.		
<b>Special Business</b>			
3	Continuation of Appointment of Mr. Sushilkumar Agrawal as Non-executive Independent Director of the Company who has attained age of 70 years		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2022



Signature of Shareholder \_\_\_\_\_ Signature of Proxy holder(s) \_\_\_\_\_

### NOTES:

1. This Form of Proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company at \_\_\_\_\_, not less than 48 hours before the commencement of the Meeting.
2. \*\*This is only optional. Please put a '√' in the appropriate column against the resolution indicated in the Box. If you leave the 'For' or 'Against' column blank against the resolution, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
3. Appointing proxy does not prevent a member from attending in person if he so wishes.
4. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

**DIRECTORS' REPORT**

To  
The Members,  
**GLOBESECURE TECHNOLOGIES LIMITED**

Your Directors have pleasure in presenting the Seventh Annual Report of the Company together with the Audited Financial Statement(s) of the Company for the year ended March 31, 2022.

**1. Financial Results:****Rupees in lakhs**

<b>Particulars</b>	<b>2021-2022</b>	<b>2020-2021</b>
<b>Gross Income</b>	<b>2,661.00</b>	<b>1,865.07</b>
Deduction there from:		
Purchase of Support Services, Licenses & Hardwares	2409.07	1494.65
Increase/Decrease in Stock	188.43	7.05
Employee Benefit Expense	112.63	122.05
Finance Cost	72.42	79.35
Depreciation	38.80	3.65
Other Expenses	63.31	95.57
Total Expenditure	2508.20	1788.24
<b>Profit before tax</b>	<b>152.65</b>	<b>106.83</b>
<b>Less:</b>		
Current Tax	48.00	31.30
Deferred Tax	4.72	0.49
<b>Profit after tax</b>	<b>99.93</b>	<b>75.04</b>
EPS	1.78	1.50

**2. Financial Performance:**

Sales and Other Income for the year ended March 31, 2022 amounted to Rs. 2,661.00 Lakhs as against Rs. 1,895.07 Lakhs in the previous Financial Year. Net Profit for the year under review was Rs. 99.93 Lakhs as against Rs. 75.04 Lakhs in the previous Financial Year.

**3. Business Outlook:**

The markets your Company is concerned with are undergoing a massive disruption due to the outbreak of COVID-19. The situation caused by the COVID-19 pandemic continues to evolve and the effects on such markets remain uncertain. The outlook going forward will depend, in addition to other factors, on how COVID-19 continues to affect the economy.

**4. Change in the Nature of Business:**

During the year there was no change in main business activity and adopted following main business activity.

**5. Dividend:**

The Directors have not recommended dividend on equity shares for the year under review.



**6. Initial Public Offer of the Company:**

The Company has been listed on EMERGE platform of National Stock Exchange (NSE) on June 2, 2022.

**7. Subsidiary Companies and Joint Venture:**

During the year, Company do not have any Subsidiary Companies or Joint Venture.

**8. Details of Committees of the Board:**

At present, the Board has following three (3) Committees:

- Audit Committee
- Nomination and Remuneration Committee
- Stakeholders' Relationship Committee

The Composition of the Committees and relative compliances, are in line with the applicable provisions of the Companies Act, 2013 read with the Rules and Listing Regulations.

**9. Policy on Directors' appointment and remuneration:**

The Nomination and Remuneration Committee is entrusted with the responsibility of identifying and ascertaining the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommending their appointment for the consideration of the Board.

The Company has drawn up Nomination and Remuneration policy in line with the requirement of Section 178 of the Companies Act, 2013. The Policy *inter alia* provides that a person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient/ satisfactory for the concerned position. Details of the policy are available on the Company's website [www.globesecure.in](http://www.globesecure.in)

**10. Vigil Mechanism / Whistle Blower Policy:**

The Company has a Vigil Mechanism cum Whistle Blower Policy ('Vigil Mechanism') in place. The Vigil Mechanism is a system for providing a tool to the employees of the Company to report violation of personnel policies of the Company, unethical behaviour, suspected or actual fraud, violation of code of conduct. The Company is committed to provide requisite safeguards for the protection of the persons who raise such concerns from reprisals or victimization.

The Policy provides for direct access to the Chairman of the Audit Committee in appropriate or exceptional cases. The Board of Directors affirm and confirm that no employee of the Company has been denied access to the Committee. Details of the Vigil Mechanism are available on the Company's website [www.globesecure.in](http://www.globesecure.in)

**11. Policy on Prevention, Prohibition and Redressal of Sexual Harassment at Workplace:**

The Company is committed to provide a healthy environment to all employees and thus does not tolerate any sexual harassment at workplace. The Company has in place, "Policy on Prevention, Prohibition and Redressal of Sexual Harassment." The policy aims to provide protection to employees at the workplace and preventing and redressing complaints of sexual harassment and it covers matters connected or incidental thereto.

The Company has not received any complaint of sexual harassment during the financial year 2021-2022.



**12. Adequacy of Internal Financial Controls with reference to the Financial Statements.**

The Company has devised appropriate systems and framework for adequate internal financial controls with reference to financial statements commensurate with the size, scale and complexity of its operations including proper delegation of authority, policies and procedures, effective IT systems aligned to business requirements, risk based internal audit framework, risk management framework.

The Audit Committee regularly reviews the internal control system to ensure that it remains effective and aligned with the business requirements. In case weaknesses are identified as a result of the reviews, new procedures are put in place to strengthen controls.

Further, the Board annually reviews the effectiveness of the Company’s internal control system. The Directors and Management confirm that the Internal Financial Controls (IFC) are adequate with respect to the operations of the Company.

A report of the Auditors pursuant to Section 143(3) (i) of the Companies Act, 2013 certifying the adequacy of Internal Financial Controls is included in the Auditors’ Report.

**13. Number of Board Meetings:**

During the year, 9 (Nine) Board Meetings were convened and held in accordance with the provisions of the Companies Act, 2013 and rules made there under and as per the Secretarial Standard I as issued by the Institute of Company Secretaries of India.

Sr. No.	Date of Board Meeting	Name of Director					
		Ragavan Rajkumar	Sonam Ragavan	Ajay Kumar Varma	Sushilkumar Agrawal	Asheesh Chatterjee	Gopala Ramaratnam
1.	27.04.2021	P	P	P	P	N.A.	N.A.
2.	23.07.2021	P	P	P	P	N.A.	N.A.
3.	27.08.2021	P	P	P	P	N.A.	N.A.
4.	06.09.2021	P	P	P	P	N.A.	N.A.
5.	01.10.2021	P	P	P	P	N.A.	N.A.
6.	21.10.2021	P	P	P	P	N.A.	N.A.
7.	06.11.2021	P	P	P	P	P	P
8.	10.01.2022	P	P	P	P	P	A
9.	21.03.2022	P	P	P	P	P	P

**14. Annual Evaluation of Board Performance**

Pursuant to the Provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors in their separate meeting who also reviewed the performance of the Board as whole.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure for the performance evaluation of the Board of Directors.



The Board's functioning was evaluated on various aspects, including *inter alia* degree of fulfillment of key responsibilities, Board Structure and Composition, effectiveness of Board process, information and functioning.

The Directors were evaluated on aspects such as attendance and contribution at Board Meeting and guidance/support to the management outside Board/Committee Meetings. In addition, the Chairman was also evaluated on Key aspects of his role, including setting the strategic agenda of the Board, encouraging active engagement of all Board Members. Evaluation of Independent Directors was done by the Entire board.

**15. Particulars of Loans, Guarantees and Investments:**

Particulars of Loans & Investment as required under Section 186 of the Companies Act, 2013 read with the Companies (Meeting of Board and its Powers) Rules, 2014 are given in Notes forming part of Financial Statements. There is no Guarantees given during the year under review.

**16. Particulars of contracts or arrangements with related parties:**

The Company does have transactions with related party in terms of Section 188 of the Companies Act, 2013. Hence, the disclosure required to be provided under Section 134(3) (h) of the Companies Act, 2013, in Form AOC – 2 is applicable is furnished as **Annexure I** to this report.

The Disclosures as required under Accounting Standard – 18 (AS-18) "Related Party Disclosures" notified under Rule 7 of the Companies (Accounts) Rules, 2014 have been provided in the Notes forming part of the Financial Statements.

**17. Declaration of Independent Directors:**

The Independent Directors have submitted their disclosures/ declarations to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

**18. Directors Responsibility Statement:**

The Board of Directors of the Company confirms:

(i) that in the preparation of the annual accounts for the year ended 31<sup>st</sup> March, 2022 the applicable Accounting Standards have been followed.

(ii) that the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for the year under review.

(iii) that the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the Provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

(iv) that the Directors have prepared the annual accounts for the year ended 31<sup>st</sup> March, 2022 on a 'going concern' basis.

(v) that the Directors have laid down internal financial control and that such internal financial control are adequate.

(vi) that the Directors have devised proper system to ensure compliance with the Provisions of all applicable laws.

**19. Disclosures Relating to Remuneration of Directors, Key Managerial Personnel and Particulars of Employees:**

The information required under Section 197 of the Companies Act, 2013 read with Rule 5(1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of Directors/ Employees of your Company is appended in **Annexure II** forming part of this Report.

**20. Extract of Annual Return:**

As required pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of Annual Return in form MGT 7 will be available at website of the Company at [www.globesecure.in](http://www.globesecure.in).

**21. Disclosure of Particulars:**

Information's as per the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo is given in **Annexure- III** forming part of this Report.

**22. Corporate Governance:**

Since the Company's securities are listed on EMERGE SME Platform of NSE, Regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D and E of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, are not applicable to the Company. Hence Corporate Governance does not form part of this Board's Report.

**23. Management Discussion and Analysis Report:**

A report in the form of Management Discussion and Analysis Report is annexed hereto as **Annexure IV** and forms part of this Report.

**24. Directors and Key Managerial Personnel:**

In accordance with the requirements of the Companies Act, 2013 and Articles of Association of the Company Mr. Ragavan Rajkumar, Director of the Company retire at the forthcoming Annual General Meeting and being eligible, offer themselves, for re-appointment as Director liable to retire by rotation.

During the year under review following officials were appointed/resigned:

Sr no.	Name of Director/KMP	Designation	Appointment/Resignation	Date of change
1	Ms. Heta Dipen Desai	Company Secretary & Compliance Officer	Appointment	23 <sup>rd</sup> July 2021
2	Mr. Ragavan Rajkumar	Managing Director	Appointment	27 <sup>th</sup> August 2021
3	Mr. Vishwanathan Lakshmanan	Non Executive Independent Director	Appointment	27 <sup>th</sup> August 2021
4	Mr. Vikesh Nandansingh Wallia	Non Executive Independent Director	Appointment	27 <sup>th</sup> August 2021
5	Mr. Ashish Dhirajlal Turakhia	Chief Financial Officer	Appointment	27 <sup>th</sup> August 2021
6	Mr. Ashish Dhirajlal Turakhia	Chief Financial Officer	Resignation	16 <sup>th</sup> October 2021



## GTEC GLOBESECURE TECHNOLOGIES LIMITED

7	Mr. Viswanathan Lakshmanan	Non Executive Independent Director	Resignation	6 <sup>th</sup> November 2021
8	Mr. Vikesh Nandansingh Wallia	Non Executive Independent Director	Resignation	6 <sup>th</sup> November 2021
9	Mr. Uttam Dhirajlal Dhanesha	Chief Financial Officer	Appointment	6 <sup>th</sup> November 2021
10	Mr. Gopala Ramaratnam	Non Executive Independent Director	Appointment	6 <sup>th</sup> November 2021
11	Mr. Asheesh Chatterjee	Non Executive Independent Director	Appointment	6 <sup>th</sup> November 2021

### 25. Auditors

#### a) Statutory Auditors

Pursuant to Section 139(2) of the Companies Act, 2013 read with rule 6 of Companies (Audit and Auditors) Rules, 2014, M/s. Kumbhat & Co., Chartered Accountants, were appointed for period of 5 years in previous Annual General Meeting and ratification for appointment of auditors is mentioned in notice convening the AGM.

#### b) Secretarial Auditor and Secretarial Audit Report

The provisions of Section 203 of Companies Act, 2013 is now applicable to the Company as the Company's Shares are listed on NSE Emerge Platform w.e.f. 2<sup>nd</sup> June 2022. The Company has appointed M/s. Heena Jaysinghani, Practicing Company Secretaries, to carry out Secretarial Audit for the Financial Year 2022-23.

### 26. Material Changes and Commitments, if any, Affecting the Financial Position of the Company:

- i. The Shareholders has approved the following resolutions in Extra Ordinary General Meeting dated 31<sup>st</sup> August 2021:
  - Appointment of Independent Directors.
  - Appointment of Managing Director.
  - Increasing of Authorised Share Capital from Rs. 5 Crore to Rs. 7.5 Crores
  - Increasing Borrowing Powers of the Company
- ii. The Shareholders has approved the following resolutions in Extra Ordinary General Meeting dated 8<sup>th</sup> September 2021:
  - Appointment of Statutory Auditor to fill the casual vacancy.
  - Issue and allotment of Equity Shares to Public (Initial Public Offer)
  - Conversion of unsecured loan into Equity Shares
- iii. The Shareholders has approved the following resolutions in Extra Ordinary General Meeting dated 9<sup>th</sup> November 2021:
  - Increasing of Authorised Share Capital from Rs. 7.5 Crore to Rs. 10 Crores.
  - Increasing issue size of the Initial Public Offer (IPO)
  - Appointment of Independent Directors
- iv. Other Material changes during the year under review:
  - Formed Audit, Nomination & Remuneration & Stakeholders relationship committee.

### 27. Other Disclosures/Reporting:

Your Directors further state that during the year under review:



- a) no amount is transferred to General Reserve
- b) the Company has not taken any deposits from Public or Shareholders of the Company;
- c) there were no significant / material orders passed by the Regulators or Courts or Tribunals impacting going concern status of your Company and its operations in future;
- d) there are no qualifications, reservation or adverse remark or disclaimer made by the Statutory Auditors in their Report.
- e) Personnel:  
Your Company continued to enjoy warm and healthy relations with its employees at all locations. Your Directors take this opportunity to record their appreciation for the significant outstanding contribution made by the employees at all levels.

**28. Website:**

As per Regulation 46 of SEBI (LODR) Regulations, 2015, the Company has maintained a functional website namely [www.globesecure.in](http://www.globesecure.in) containing basic information about the Company. The website of the Company is also containing information like Policies, Financial Results, Annual Reports and information of the designated officials of the Company who are responsible for assisting and handling investor grievances for the benefit of all stakeholders of the Company, etc.

**29. Acknowledgement:**

Your Directors express their deep gratitude for the co-operation and support extended to the Company by its Members, Customers, Suppliers, Bankers and various Government agencies.

**For and on behalf of the Board**  
**GLOBESECURE TECHNOLOGIES LIMITED**

**Sd/-**  
**Ragavan Rajkumar**  
**Chairman & Managing Director**  
**(DIN: 02002480)**

**Sd/-**  
**Sonam Ragavan**  
**Director**  
**(DIN: 08789592)**

Date: September 2, 2022  
Place: Mumbai



**ANNEXURE I - RELATED PARTIES TRANSACTIONS**

**Form No. AOC-2**

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

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

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

- (a) Name(s) of the related party and nature of relationship: NIL
- (b) Nature of contracts/arrangements/transactions: NIL
- (c) Duration of the contracts / arrangements/transactions: NIL
- (d) Salient terms of the contracts or arrangements or transactions including the value, if any: NIL
- (e) Justification for entering into such contracts or arrangements or transactions
- (f) Date(s) of approval by the Board: NIL
- (g) Amount paid as advances, if any: NIL
- (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188: N.A.

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

- (a) Name(s) of the related party and nature of relationship:

No.	Name	Relationship
1	Ragavan Rajkumar	Director
2	Sonam Ragavan	Director
3	Radical Tarders Private Limited	Associate Concern
4	Sharegiants Wealth Advisors & Financial Services Private Limited	Associate Concern
5	Sharegiants Wealth Advisors Private Limited	Associate Concern

- (b) Nature of contracts/arrangements/transactions:

No.	Name	Nature
1	Ragavan Rajkumar	Unsecured loan
2	Sonam Ragavan	Unsecured loan
3	Radical Tarders Private Limited	Investment
4	Sharegiants Wealth Advisors & Financial Services Private Limited	Investment
5	Sharegiants Wealth Advisors Private Limited	Investment



(c) Duration of the contracts / arrangements/transactions: N.A.

(d) Salient terms of the contracts or arrangements or transactions including the value, if any: N.A.

(e) Amount paid as advances, if any: NIL

**For and on behalf of the Board  
GLOBESECURE TECHNOLOGIES LIMITED**

**Sd/-  
Ragavan Rajkumar  
Chairman & Managing Director  
(DIN: 02002480)**

**Sd/-  
Sonam Ragavan  
Director  
(DIN: 08789592)**

Date: September 2, 2022  
Place: Mumbai



**ANNEXURE II – MANAGERIAL REMUNERATION**

**Information as required under Section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

**1. Ratio of remuneration of each Director to the median remuneration of all the employees of the Company for the financial year 2021-2022 is as follows:**

<b>Name of the Director</b>	<b>Total Remuneration (In Rs.)</b>	<b>Ratio of remuneration of director to the Median remuneration</b>
Ragavan Rajkumar	30,00,000	97.5:1
Sonam Ragavan	6,60,000	18.08:1
Ajay Kumar Verma	4,20,000	11.5:1
Sushilkuamar Agrawal	4,50,000	12.3:1
Asheesh Chatterjee	1,00,000	2.7:1
Gopala Ramaratnam	50,000	1.37:1

Notes:

- a) The aforesaid details are calculated on the basis of remuneration for the financial year 2021-2022.
- b) The remuneration paid to Managing Director includes salary, contribution to Provident Fund, Superannuation Fund, and Perquisites etc.

**2. Details of percentage increase in the remuneration of each Director, CFO and Company Secretary in the financial year 2021-2022 are as follows:**

<b>Name</b>	<b>Designation</b>	<b>Remuneration (in Rs.)</b>		<b>Increase (%)</b>
		<b>2020-2021</b>	<b>2021-2022</b>	
Ragavan Rajkumar	Managing Director	-	30,00,000	-
Sonam Ragavan	Director	4,40,000	6,60,000	50%
*Ajay Kumar Verma	Director	1,40,000	4,20,000	-
Sushilkuamar Agrawal	Independent Director	-	4,50,000	-
*Asheesh Chatterjee	Independent Director	-	1,00,000	-
*Gopala Ramaratnam	Independent Director	-	50,000	-
*Vishwanathan Lakshmanan	Independent Director	-	1,50,000	-
*Vikesh Wallia	Independent Director	-	1,00,000	-
*Ashish Turakhia	CFO	-	1,00,000	-
*Uttam Dhanesha	CFO	-	2,50,000	-
*Heta Desai	CS	-	4,61,096	-

**\*Notes:**

- a) The remuneration paid to Directors includes sitting fees paid to them for the financial year 2021-2022 for attending Board Meeting/ Audit Committee Meeting/ Stakeholders Relationship Committee Meeting.
- b) The remuneration paid to Directors and as approved by the Shareholders and is within the overall limits as per the Companies Act, 2013.
- c) The remuneration of the Non-Executive Independent Directors comprises of only sitting fees paid to them for attending the meetings of the Board and other committee meetings. Hence, the percentage increase of their remuneration has not been considered for the above purpose.
- d) Mr. Ajay Kumar Verma was appointed during previous financial year on 1<sup>st</sup> January 2020. Hence his salary was paid for that period. The percentage increase/decrease cannot be calculated for the same.
- e) Mr. Viswanathan Lakshmanan and Mr. Vikesh Wallia had resigned from the post of Independent Director from 6<sup>th</sup> November 2021.
- f) Mr. Ashish Turakhia had resigned from the post of CFO as on 16<sup>th</sup> October 2021.
- g) Mr. Uttam Dhanesha, CFO was appointed as on 6<sup>th</sup> November 2021 and has been withdrawing salary from that date.
- h) Mr. Asheesh Chatterjee and Mr. Gopala Ramaratnam were appointed from 6<sup>th</sup> November 2021 and eligible for sitting fees from that date.
- i) Ms. Heta Desai was appointed on 15<sup>th</sup> July 2021 as Company Secretary & Compliance Officer of the Company and has been withdrawing salary from that date.
- j) The salary of year 2021-2022 contains figures of part of the year due to which comparison cannot be possible.

**3. Percentage increase in the median remuneration of all employees in the financial year 2021-2022:**

	2020-2021 (Rs.)	2021-2022 (Rs.)	Increase/Decrease (%)
Median remuneration of all employees per annum	40,000	36,500	10%

**4. Number of permanent employees on the rolls of the Company as on March 31, 2021:**

Total Number of Employees on pay roll during the financial year ended March 31, 2022 is 16.

**5. Comparison of average percentage increase in salary of employees other than the key managerial personnel and the percentage increase in the Key managerial remuneration:**

Particulars	2020-2021	2021-2022	Increase /Decrease %
Average salary of all employees (other than Key Managerial Personnel)	1,03,137	30,753	135%
Average salary of Managerial Personnel	-	37,13,945	N.A.



**6. Affirmation:**

Pursuant to Rule 5(1) (xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and Senior Management is as per the Remuneration policy of the Company.

**For and on behalf of the Board  
GLOBESECURE TECHNOLOGIES LIMITED**

**Sd/-  
Ragavan Rajkumar  
Chairman & Managing Director  
(DIN: 02002480)  
Date: September 2, 2022  
Place: Mumbai**

**Sd/-  
Sonam Ragavan  
Director  
(DIN: 08789592)**

**ANNEXURE III - CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION**

(Information pursuant to the Section 134 (3) (m) of the Companies Act, 2013 read with Companies (Accounts) Rule, 2014 and forming part of the Director's Report to the Members for the year ended March 31, 2018)

	<b>PARTICULARS</b>	<b>REMARKS</b>
	<b>CONSERVATION OF ENERGY</b>	
	The steps taken or impact on Conservation of energy	The operations of your company are increasing at better speed. The company has however, taken adequate measures to conserve energy consumption. The impact of these efforts has enhanced energy efficiency. As energy cost forms a very small part of total expenses, the financial impact of these measures is not material and hence not measured.
i.	Process optimization and automation	
ii.	Optimization of Electrical Equipment	
iii.	Lighting	
iv.	Other Key initiatives for Energy conservation	
	The steps taken by the Company for utilizing alternate sources of energy	
	The Capital Investment on energy conservation equipment	
	<b>TECHNOLOGY ABSORPTION</b>	
	The efforts made by the Company towards technology absorption	The Company has no activity relating to technology absorption.
	The benefits derived like product improvement, cost reduction, product development or import substitution	
	In case of imported technology (imported during the last three years reckoned from the beginning of the Financial year)	The Company has not imported technology during the year.
	The expenditure incurred on Research and Development	
	<b>FOREIGN EXCHANGE EARNINGS AND OUTGO</b>	The Company has no foreign exchange earnings or outgo during the year.

**For and on behalf of the Board**  
**GLOBESECURE TECHNOLOGIES LIMITED**

Sd/-  
**Ragavan Rajkumar**  
**Chairman & Managing Director**  
**(DIN: 02002480)**  
Date: September 2, 2022  
Place: Mumbai

Sd/-  
**Sonam Ragavan**  
**Director**  
**(DIN: 08789592)**



**ANNEXURE VI - MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Management of Globesecure Technologies Limited presents the Management Discussion and Analysis (MD&A) of the Company for the year ended on March 31, 2022 and its outlook for the future. This outlook is based on assessment of current business environment. It may vary due to future economic and other developments both in India and Abroad.

It contains financial highlights but does not contain the complete financial statements of the Company. It should be read in conjunction with the Company's Audited Financial Statements for the year ended on March 31, 2022.

**GLOBAL ECONOMY:**

Over the past year, the COVID-19 was a mixed bag for the world economy. It has caused a global health and economic crisis unprecedented in scale and impact, with overstretched health systems, widespread lockdowns, school closures, disruptions to food supply, and income losses that are disproportionately affecting the poor, women, the elderly, informal workers, and other vulnerable groups. Even though, Mass vaccination drives, easing of restrictions, revival of demand and fiscal stimulus packages were some of the key positives during the year. The challenges consisted of supply chain disruptions, the Russia-Ukraine conflict and rising energy prices kept the economy on the tenterhooks. Global inflation is predicted to rise considerably in 2023.

**INDIAN ECONOMY:**

The Indian economy bounced back strongly post the second wave of the pandemic, during Q1 of FY 2022 and India's GDP grew by 8.7 % in FY 2022 compared to a contraction of 6.6% in FY 2021 and the Economic Survey tabled in Parliament in February had estimated the GDP growth for the FY 2022-23 to be in the range of 8 - 8.5%. The Government and the Reserve Bank of India quickly stepped-in to put the economy back on track in the quickest possible time and undertook multi-dimensional policy interventions to minimise the impact of the crisis. Alongside moderation in the virus spread and scaling down of the lockdown restrictions, the Indian economy demonstrated major progress. A strong rural demand, robust Government expenditure and pent-up market demand aided in this recovery process

**BUSINESS OVERVIEW**

Globesecure Technologies Limited is a digital transformation company in India with a focus on cyber security. We have executed several cyber security transformation projects, infrastructure, and digital transformation projects for various institutions and also provide similar independent services to our clients. Through our wide range of offerings across multiple verticals, we possess capabilities spanning the digital lifecycle of services ranging from consultation, architecture, solution design, and implementation, to monitoring and providing managed services.

We classify our business into the following lines of business:

- (i) **Cyber Security:**  
This includes Managed Security Service, Managed Detection and Response (MDR) Services, Cloud Security Services, Data Protection Services, End Point Security, Email Security, Office 360 Security.
  
- (ii) **Integrated Enterprise Solutions:**  
Under our Integrated Enterprise Solutions, we design and implement Network Infrastructure within a typical data center environment. Our solutions include campus-wide LAN WAN0, Wi-Fi solutions, traditional infrastructure services such as

server, storage, backup and BCP, unified communication, software defined networking (SDN), SDWAN, network transformation, and next-gen network.

- (i) **Managed Services:**  
Managed IT services, or outsourced IT, is a third-party service that provides infrastructure, IT, and other technical support to organizations.

#### **IMPACT OF COVID-19 ON OUR BUSINESS OPERATIONS:**

The markets your Company is concerned with are undergoing a massive disruption due to the outbreak of COVID-19. The situation caused by the COVID-19 pandemic continues to evolve and the effects on such markets remain uncertain. The outlook going forward will depend, in addition to other factors, on how COVID-19 continues to affect the economy. Decisions made by local governments or public health bodies owing to the COVID-19 pandemic, posing restrictions on physical movement of employees thereby impacting business continuity.

#### **SEGMENT WISE PERFORMANCE:**

Your company has only one segment that is Cyber Security.

#### **RISKS AND CONCERNS:**

Our performance and the growth of our business are necessarily dependent on the health of the overall Indian economy. As a result, any slowdown in the Indian economy could adversely affect our business. Our results of operations and financial conditions are affected by numerous factors including the following:

- General Economic and Business conditions;
- Competition from existing and new entrants;
- Changes in laws and regulations applicable to our Industry;
- Company's inability to successfully implement its growth and expansion plans;
- Changes in tax structure applicable to our Industry;
- Arising of any type of pandemic situation.

We have been focusing on the increasing network. With large population, increasing urbanization and disposable income, the industries in which we operate provide sustainable growth on a longer-term basis. Robust growth of emerging economies provides large opportunities to the Company. We are a well-established Company in these economies and will continue to focus on the growth, new launches and increasing network strength. In other mature economies, the market trend is changing favorably. The strategy of the company is to get higher profitability and stable cash flow generations in these markets.

#### **INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

The internal control system is intended to increase transparency and accountability in an organization's process of designing and implementing a system of internal control. They have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transaction with proper authorization and ensuring compliance of corporate policies.



**FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:**

Sales and Other Income for the year ended March 31, 2022 amounted to Rs. 2,661.00 Lakhs as against Rs. 1,895.07 Lakhs in the previous Financial Year. Net Profit for the year under review was Rs. 99.93 Lakhs as against Rs. 75.04 Lakhs in the previous Financial Year.

**HUMAN RESOURCES / INDUSTRIAL RELATIONS:**

Your Company has team of qualified and dedicated personnel who have contributed to the consolidation of the operations of your Company. Your Company's industrial relations continued to be harmonious during the year under review. Your Company has succeeded in attracting and retaining key professional and intends to continue to seek fresh talents to further enhance and grow our business.

**CAUTIONARY STATEMENT:**

Statements in the Management Discussion and Analysis describing the Company's objectives, estimates, expectations or projections may constitute "forward looking statements", within the meaning of applicable laws and regulations. The current year's outlook is Management's perception at the time of drawing this report. Actual results may differ materially from those either expressed or implied in the statement. Important factors that could influence the Company's operations include economic conditions affecting demand/supply and price conditions in the domestic and international markets, changes in the Government regulations, tax laws economic developments within the country and other factors such as litigation, industrial relations and other statutes and other incidental factors.



**AUDIT REPORT AND FINANCIAL STATEMENTS OF THE COMPANY**  
**INDEPENDENT AUDITORS' REPORT**

**To the Members of  
Globesecure Technologies Limited  
Report on the Audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **Globesecure Technologies Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2022, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of the significant accounting policies and other explanatory information.

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 accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2022 and its profit and its cash flows for the year ended on that date.

**Basis for 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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, 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.



### **Responsibility of Management and Those Charge with Governance for the Financial Statements**

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our Auditor's Report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our Report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Further to our comments in "Annexure A", as required by Section 143(3) of the Act, we Report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b)



- c) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- d) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- f) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) As per information and explanation given by the management, the internal financial controls reporting is not applicable to the Company as condition specified under section 143(3) of the Companies Act. 2013 are satisfied.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended 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 has not entered any long-term contracts including derivative contracts for which there were any material foreseeable losses, as required under the applicable law or Indian Accounting Standards.
  - iii. There has been no delay in transferring the amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
(b) The Management has represented , that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding , whether recorded in writing or otherwise, that the Company shall, whether , directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries ") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year hence no compliance is required with Section 123 of the Companies Act 2013.

For **KUMBHAT & CO.**  
Chartered Accountants  
Firm Reg. No. 001609S

Sd/-  
Gaurang C. Unadkat  
Partner  
Membership No. 131708  
UDIN: **22131708AQZAV6984**

Place: Mumbai  
Date: September 02, 2022



**Annexure "A" to the Independent Auditor's Report  
(Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date)**

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
- (a)
- (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) The Company has a phased program of physical verification of Property, Plant and Equipment so to cover all the assets which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties (other than immovable properties where the Company is a lessee, and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.
- (d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder
- (ii)
- (a) As explained to us, the physical verification of inventory has been conducted by the Management in accordance with the phased programme of verification which, In our opinion, is reasonable and no material discrepancies were noticed on such verification and the discrepancies noticed on physical verification for each class of inventory have been properly dealt with in the books of accounts.
- (b) The Company has not been sanctioned working capital limits in excess of 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable
- (iii) According to the information and explanations given to us, during the year, the Company has neither made any investments in, companies, firms, Limited Liability Partnerships, and nor granted unsecured loans to other parties. Further, the Company has not provided any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Hence reporting under clause 3(iii), (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the Order are not applicable.



- (iv) According to the information and explanations given to us, the Company has not granted any loans, made investment or provided guarantee, which are covered by the provisions of Section 185 and 186 of the Companies Act 2013. Hence, reporting under Clause 3(iv) of the Order is not applicable.
- (v) The Company has not accepted any deposits or money deemed to be deposits from the public. Accordingly, Clause 3(v) of the Order is not applicable.
- (vi) The Cost records prescribed under Section 148(1) of the Act are not applicable to the Company and hence Clause 3(vi) of the Order is not applicable.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company has generally been regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Custom duty, Excise duty, value added tax, cess and other statutory dues as applicable with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income tax, Sales Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and other statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they become payable.

There were following amount of undisputed statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they become payable.

(Rs. in lakhs)

Name of Statute	Nature of Dues	Amount in Rs.	Period to which the Amount Relates	Due Date	Date of subsequent payment
Income Tax	TDS	11.52	Full year	7 <sup>th</sup> of next month	25 <sup>th</sup> June, 2022 and 02 <sup>nd</sup> Sept. 2022
Professional Tax	Professional Tax	0.56	Full year	Last date of every month	30 <sup>th</sup> March, 2022

- (b) There were no statutory dues referred to in sub-clause (a) above which have not been deposited as on 31<sup>st</sup> March 2022 on account of any dispute.
- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- (ix) (a) The Company has not defaulted in any repayment of loans or other borrowings from or in the payment of interest thereon to any lenders.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c). The Company has applied the Term loan for the purpose for which the loan were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.



- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) In our opinion and according to information and explanation given to us, the Company has not raised any moneys by way of initial Public Offer or further public offer (including debt instruments) during the year. Accordingly, Clause 3(x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year.
- (c) According to information and explanations given to us there were no whistle blower complaints received by the Company during the year.
- (xii) As the Company is not Nidhi Company, the reporting under clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) In our opinion and according to the information and explanations given to us, during the year provisions of section 138 relating to Internal Audit System are not applicable to Company, hence, reporting under clause 3(xiv)(a) and (b) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under Clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3(xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company.



- (d) In our opinion, there is no Core Investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash loss during the current financial year and during the immediately preceding financial year.
- (xviii) There has been no resignation of the Statutory Auditors of the Company during the year.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) Currently Provisions of Section 135(5) of the Companies Act, relating to Corporate Social Responsibility spending, are not applicable to the Company, hence the reporting under clause 3(xx) of the Order is not applicable.
- (xxi) The Company has no Subsidiaries, Associates and Joint Venture Companies. The Company need not prepare consolidated financial statements and hence the financial statements have been prepared by the management of the company and audited by us on standalone basis. Considering this, the question of qualification or adverse remarks of the respective auditors in the Companies (Auditors' Report) Order (CARO) reports of the companies being included in consolidated financial statement does not arise.

For **KUMBHAT & CO.**  
Chartered Accountants  
Firm Reg. No. 001609S

Sd/-  
Gaurang C. Unadkat  
Partner

Membership No. 131708  
UDIN: **22131708AQZAV6984**

Place: Mumbai  
Date: September 02, 2022



**GTEC GLOBESECURE TECHNOLOGIES LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2022**

Balance Sheet as on 31st March,2022				
(Rupees in Lakhs)				
	Particulars	Note No.	As at 31st March ,2022	As at 31st March,2021
<b>I.</b>	<b>EQUITY AND LIABILITIES</b>			
<b>(1)</b>	<b>Shareholders' Funds</b>			
	(a) Share Capital	2	561.63	500.00
	(b) Reserve and surplus	3	423.78	243.73
			<b>985.42</b>	<b>743.73</b>
<b>(2)</b>	<b>Non-current liabilities</b>			
	(a) Long-term borrowing	4	289.23	226.23
	(b) Deferred tax liabilities (net)	5	4.26	(0.47)
	(c) Long-term provisions	6	4.27	-
			<b>297.76</b>	<b>225.76</b>
<b>(3)</b>	<b>Current Liabilities</b>			
	(a) Short Term Borrowings	7	536.40	544.77
	(b) Trade Payables	8		
	(i) Due to Micro & Small Enterprises		234.42	249.67
	(ii) Others		1,679.29	784.68
	(c) Other Current Liabilities	9	255.04	445.06
	(d) Short-term Provisions	10	0.29	6.06
			<b>2,705.44</b>	<b>2,030.24</b>
	<b>TOTAL</b>		<b>3,988.62</b>	<b>2,999.73</b>
<b>II.</b>	<b>ASSETS</b>			
<b>(1)</b>	<b>Non Current Assets</b>			
	(a) Fixed Assets	11		
	(i) Property, Plants and Equipment		335.70	356.21
	(b) Long-term loans and advances	12	903.21	1,352.80
	(c) Other non-current assets	13	3.50	13.47
			<b>1,242.41</b>	<b>1,722.48</b>
<b>(2)</b>	<b>Current Assets</b>			
	(a) Inventories	14	672.58	484.15
	(b) Trade Receivable	15	1,562.86	580.93
	(c) Cash and Cash Equivalents	16	31.75	4.41
	(d) Short Term Loans and Advances	17	475.77	207.77
	(e) Other Current Assets	18	3.25	-
			<b>2,746.21</b>	<b>1,277.26</b>
	<b>TOTAL</b>		<b>3,988.62</b>	<b>2,999.73</b>
	<b>Significant Accounting Policies</b>	<b>1</b>		
	<b>Notes on Financial Statements</b>	<b>26 - 35</b>		
As per our report of even date attached				
<b>For Kumbhat &amp; Co.</b>		<b>For GLOBESECURE TECHNOLOGIES LIMITED</b>		
<b>Chartered Accountants</b>			<b>Sd/-</b>	<b>Sd/-</b>
<b>FRN: 001609S</b>			<b>Director</b>	<b>Director</b>
<b>Sd/-</b>				
Gaurang Unadkat			<b>Sd/-</b>	<b>Sd/-</b>
Partner			<b>Company Secretary</b>	<b>CFO</b>
Membership No. : 131708				
Place:- Mumbai				
Date:- September 02, 2022				



<b>Statement of Profit and loss Account for the year ended 31st March 2022</b>				
<b>(Rupees in Lakhs)</b>				
	<b>Particulars</b>	<b>Note No.</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2021</b>
<b>I</b>	Revenue from operation	<b>19</b>	2,637.08	1,888.25
<b>II</b>	Other income	<b>20</b>	23.78	6.82
<b>III</b>	<b>Total Revenue ( I + II)</b>		<b>2,661</b>	<b>1,895.07</b>
<b>IV</b>	<b>Expenses</b>			
	Purchase of Support Services, Licenses and hadwares	<b>21</b>	2,409.47	1,494.65
	Increase/(Decrease) in Stock Employee Benefits Expenses Finance Cost	<b>22</b>	188.43	7.05
	Depreciation and Amortisation Cost Other expenses	<b>23</b>	112.63	122.05
		<b>24</b>	72.42	79.35
		<b>11</b>	38.80	3.65
		<b>25</b>	63.31	95.57
	<b>Total Expenses</b>		<b>2,508.20</b>	<b>1,788.24</b>
<b>V</b>	<b>Profit before tax ( III - IV)</b>		<b>152.65</b>	<b>106.83</b>
<b>VI</b>	Tax Expenses			
	(1) Current Tax		48.00	31.30
	(2) Deferred Tax		4.72	0.49
<b>VII</b>	<b>Profit (Loss) for the Year</b>		<b>99.93</b>	<b>75.04</b>
<b>VIII</b>	Earning per Equity share :			
	(1) Basic		1.78	1.50
	(2) Diluted		1.90	1.50
	Significant Accounting Policies Notes on Financial Statements	1 26 - 35		
As per our report of even date attached <b>For Kumbhat &amp; Co. Chartered Accountants</b>			<b>For GLOBESEURE TECHNOLOGIES LIMITED</b>	
Sd/- FRN: 001609S <b>Gaurang Unadkat</b> Partner Membership No. : 131708 Place:- Mumbai Date:- September 02, 2022			Sd/- <b>Director</b>	Sd/- <b>Director</b>
			Sd/- <b>Company Secretary</b>	Sd/- <b>CFO</b>



**GTEC GLOBESEURE TECHNOLOGIES LIMITED**

<b>Cash flow statement for the half year ended 31st March 2022</b>		
	<b>31st March, 2022</b>	<b>31st March, 2021</b>
	Amt in Rs.	Amt in Rs.
<b>Cash flow from operating activities</b>		
<b>Profit/(loss) before tax</b>	152.65	106.83
Non-cash adjustments to reconcile profit before tax to net cash flows		
Prior Period non- cash adjustment	-	(131.21)
Depreciation	38.94	5.70
Finance Cost	72.42	79.35
<b>Operating profit/(loss) before working capital changes</b>	264.01	60.68
<b>Movements in working capital:</b>		
Increase/(decrease) in other Long Term borrowings	63.00	21.16
Increase/(decrease) in short term borrowings	(8.37)	536.69
Increase/(decrease) in trade payables	879.36	105.18
Increase/(decrease) in other current liabilities	(190.02)	225.74
Increase/(decrease) in short term provision	(5.77)	6.05
Increase/(decrease) in long term provision	4.27	-
Decrease/(increase) in Long Term Loans and Advances	463.02	(95.72)
Decrease/(increase) in Other current Assets	3.25	
Decrease/(increase) in Other Non-current Assets	(9.97)	-
Decrease/(increase) in Inventories	(188.43)	(7.04)
Decrease/(increase) in trade receivables	(981.93)	(273.97)
Decrease/(increase) in short-term loans and advances	(267.99)	(111.68)
<b>Cash generated from Operations</b>	<b>24.43</b>	<b>467.09</b>
Direct taxes paid	(48.00)	(31.30)
<b>Net Cash from Operating Activities (A)</b>	<b>(23.57)</b>	<b>435.79</b>
<b>Cash flows from investing activities</b>		
Sale/(Purchase) of Fixed Assets	(18.43)	(356.62)
Sale/(Purchase) of Fixed Assets	-	1.55
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(18.43)</b>	<b>(355.07)</b>
<b>Cash flow from financing activities</b>		
Acceptance / (Repayment) of Loan		
Increase in share capital	141.76	-
Finance Cost	(72.42)	(79)
<b>Net cash flow from/(used in) financing activities (C)</b>	<b>69.34</b>	<b>(79)</b>
Net increase/(decrease) in cash and cash equivalents (A+B+C)	27.33	1.36
Cash and cash equivalents at the beginning of the year	4.41	3.05
	<b>31.75</b>	<b>4.41</b>
<b>As per our report of even date</b>		
<b>For Globesecure Technologies Limited</b>		
<b>For Kumbhat &amp; Co.</b>		
<b>Chartered Accountants</b>		
<b>FRN: 001609S</b>	<b>Sd/-</b>	<b>Sd/-</b>
<b>Sd/-</b>	<b>Director</b>	<b>Director</b>
<b>Gaurang Unadkat</b>	<b>Sd/-</b>	<b>Sd/-</b>
<b>Partner</b>	<b>Company Secretary</b>	<b>CFO</b>
<b>Membership No. : 131708</b>		
<b>Place:- Mumbai</b>		
<b>Date:- September 02, 2022</b>		



Notes to the financial statements for the year ended 31st March 2022 (Rupees in Lakhs)				
Particulars	As at 31st March 2022		As at 31st March 2021	
<b>NOTE NO. 2 :- SHARE CAPITAL</b>				
<b>Authorised</b> 50,00,000 Equity Shares of Rs 10 /- each (5,00,00,000 Equity Shares of Rs 1 /- each )	500.00		500.00	
	<b>500.00</b>		<b>500.00</b>	
<b>Issued Subscribed and paid up Share Capital</b> 56,16,349 Equity Shares of Rs 10 /- each fully paid up (5,00,00,000 Equity Shares of Rs 1 /- each fully paid up)	561.63		500.00	
	<b>561.63</b>		<b>500.00</b>	
<b>(a)</b> The company has only one class of shares i.e. Equity Share All equity shares rank <b>pari-passu</b> and carry equal right respect to voting and dividend. In the event of liquidation of the company the equity shares holder shall be entitled to proportionate share of their holding in the assets remaining after distribution of all preferential amounts				
<b>(b) Details of Shares held by Shareholders holding more than 5% of the aggregate shares in the Company</b>				
	AS AT MARCH 31,2022		AS AT MARCH 31,2021	
<b>Name of the Shareholder</b>	<b>No. of Shares held</b>	<b>%</b>	<b>No. of Shares held</b>	<b>%</b>
Ragavan Rajkumar	28,27,080	50.34	29,17,922	58.36
Kirti S Asrani	5,00,000	8.90	5,00,000	10.00
Saravanan N	4,33,333	7.72	4,33,333	8.67
Nivedita Malvi	4,28,800	7.63	4,28,800	8.58
<b>Total</b>	<b>41,89,213</b>	<b>74.59</b>	<b>42,80,055</b>	<b>85.61</b>
<b>NOTE NO. 3 :- RESERVES AND SURPLUS</b>				
<b>Securities Premium</b>	275.44		195.32	
<b>Profit and Loss Account</b>				
As per last balance sheet	48.41		104.58	
Add : Profit during the year	99.93		75.04	
Less : Prior Period Adjustments (Refer Note No. 32)	-		(131.21)	
<b>Balance at the end of the year</b>	<b>148.34</b>		<b>48.41</b>	
	<b>423.78</b>		<b>243.73</b>	
<b>NOTE NO. 4 :- LONG TERM BORROWING</b>				
<b>Unsecured Loan :</b>				
From Directors	254.60		160.49	
From Financial Institution	34.63		65.74	
(Includes Unsecured Loan taken from various NBFCs ranging from interest rate 10% to 15% repayable from the period 1 year to 3 years and the same has been classified as Current and Non-current based on the original tenure of the loan)				
Maturity profile of unsecured loan are set out as below:	<b>289.23</b>		<b>226.23</b>	
<b>Maturity Profile</b>				
<b>1st Year</b>	<b>2nd Year</b>	<b>3rd year &amp; onwards</b>		
<b>44.9</b>	<b>22.16</b>	<b>12.46</b>		



## GTEC GLOBESECURE TECHNOLOGIES LIMITED

<b>NOTE NO. 5 :- DEFERRED TAX LIABILITIES</b>				
<b>On account of</b>				
DTL on account of Depreciation		4.33		(1.06)
DTA on account of Gratuity (Refer Note No.29)		(0.07)		1.53
		<b>4.26</b>		<b>0.47</b>
<b>NOTE NO. 6 :- LONG TERM PROVISIONS</b>		<b>4.27</b>		<b>0</b>
Provision for Gratuity (Refer Note No. 26)				
<b>Total</b>		<b>4.27</b>		<b>-</b>

<b>NOTE NO. 7 :- SHORT TERM BORROWINGS</b>			
<b>Secured Loan</b>			
<b>(a) Loan Repayable on Demand</b>			
From Bank (Bank Overdraft)		491.50	495.94
(secured by exclusive charge on current asset of the company and equitable mortgage on the Office premises of the Company)			
<b>UnSecured Loan</b>			
From Financial Institution (Refer Note No. 4)		44.90	48.83
		<b>536.40</b>	<b>544.77</b>
<b>NOTE NO. 8 :- TRADE PAYABLES</b>			
<b>For Hardware products and Services</b>			
Dues to MSME		234.42	249.67
Other Payables (Refer Note No.35)		1,679.29	784.68
<b>Total</b>		<b>1,913.71</b>	<b>1,034.35</b>
<b>NOTE NO. 9 :- OTHER CURRENT LIABILITIES</b>			
Advance received from customers		206.36	315.06
<b>Other Liabilities</b>			
(Includes statutory dues of Rs. 25.57 lakhs, previous year Rs. 116.74 lakhs)			
		48.68	130.00
		<b>255.04</b>	<b>445.06</b>
<b>NOTE NO. 10 :- SHORT TERM PROVISIONS</b>			
Provision for Gratuity		0.29	6.06
<b>Total</b>		<b>0.29</b>	<b>6.06</b>



Notes to the financial statements for the year ended 31st March 2022

**NOTE '11' Property, Plants and Equipment**

(Amt. in Lakhs)

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2021	Addition during the year	Deductions during the year	As at 31.03.2022	Total up to 31.03.2021	Deduction/Adjustment during the year	Provided for the year	Total up to 31.03.2022	Total as at 31.03.2022	Total as at 31.03.2021
<b><u>Tangible Assets</u></b>										
Office Premises	347.82	-	-	347.82	-	-	33.05	33.05	314.77	347.82
Office Equipment	5.31	-	-	5.31	4.14	-	0.62	4.76	0.54	1.16
Furnitures and Fixtures	-	17.31	-	17.31	-	-	2.53	2.53	14.78	-
Computers	4.18	1.12	-	5.31	4.07	-	0.26	4.33	0.97	0.12
Vehicle	17.15	-	-	17.15	10.04	0.14	2.33	12.52	4.63	7.11
<b>TOTAL AS AT 31-03-2022</b>	<b>374.46</b>	<b>18.43</b>	<b>-</b>	<b>392.89</b>	<b>18.25</b>	<b>0.14</b>	<b>38.80</b>	<b>57.19</b>	<b>335.70</b>	<b>356.21</b>
<b>TOTAL AS AT 31-03-2021</b>	<b>19.39</b>	<b>356.62</b>	<b>1.55</b>	<b>374.46</b>	<b>19.39</b>	<b>(4.79)</b>	<b>3.65</b>	<b>18.25</b>	<b>356.21</b>	



**NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31,2022**

**Notes to the financial statements for the year ended 31st March 2022**

**(Amt. in lakhs)**

<b>NOTE NO. 12 :- Long-term loans and advances</b>		
Trade Advances	9	1,
(Refer Note No. 32)	03.21	352.80
<b>Total</b>	<b>903.21</b>	<b>1,352.80</b>
<b>NOTE NO. 13 :- Other non-current assets</b>		
(a) Security Deposits		
Deposit for Office Premises	3.50	3.47
<b>Total</b>	<b>3.50</b>	<b>13.47</b>
<b>NOTE NO. 14 :- Inventories</b>		
Stock in hand	6	4
	72.58	84.15
<b>Total</b>	<b>672.58</b>	<b>484.15</b>
<b>NOTE NO. 15 :- Trade Receivables</b>		
<b>Unsecured, Considered Good</b>		
Over six months from the due date	33.62	1.46
Others	1,529.24	579.47
(Refer Note No. 35)		
<b>Total</b>	<b>1,562.86</b>	<b>580.93</b>
<b>NOTE NO. 16 :- Cash and Cash Equivalent</b>		
Cash in Hand	4.41	4.41
<b>Balances with Banks</b>		
Axis Bank	20.01	-
City Union Bank	7.34	0.00
ICICI Bank	-	0.00
<b>Total</b>	<b>31.75</b>	<b>4.41</b>
<b>NOTE NO. 17 :- Short Term Loans and Advances</b>		
(a) Loans to Employees	18.81	1.11
(b) Prepaid Expenses	382.34	44.77
(c) Balances with Revenue Authorities	65.54	25.06
<b>(d) Other Advances</b>		
Advance Given to Suppliers	9.07	136.83
<b>Total</b>	<b>475.77</b>	<b>207.77</b>
<b>NOTE NO. 18 :- Other Current Assets</b>		
(a) Listing fees	3.25	-
	<b>3.25</b>	<b>-</b>

**(Rupees in lakhs)**

<b>Particulars</b>	<b>For the year ended 31st March 2022</b>	<b>For the year ended 31st March 2021</b>
<b>NOTE NO. 19 :-</b>		
<b>Revenue From Operations</b>		
<b>Sales</b>		
Sale of Services	2,416.33	812.80
Sales of License and Hardware	220.74	1,075.45
<b>Total</b>	<b>2,637.08</b>	<b>1,888.25</b>
<b>NOTE NO. 20 :- Other Income</b>		
Discount Received	0.02	0.15
Exchange gain/loss	-	4.32
Profit on sale of car	-	0.91
Interest on Fixed Deposits	0.14	-
Interest on IT Refund	2.71	1.44
Amounts written back	20.91	-
<b>Total</b>	<b>23.78</b>	<b>6.82</b>



<b>NOTE NO. 21 :- Purchase of Support Services, Licenses and hardwares</b>		
<u>Purchases</u>		
Purchase of support services	1,960.65	742.62
Purchase of License and hardware	448.82	752.03
<b>Total</b>	<b>2,409.47</b>	<b>1,494.65</b>
<b>NOTE NO. 22 :-</b>		
<b><u>Increase/(Decrease) in Stock</u></b>		
Closing Stock	672.58	484.15
Opening Stock	484.15	477.10
<b>Total</b>	<b>188.43</b>	<b>7.05</b>
<b>NOTE NO. 23 :-</b>		
<b><u>Employee Benefits Expenses</u></b>		
Salary	73.20	106.25
Bonus Exp	0.10	0.30
Directors Remuneration	40.80	5.80
Staff Welfare	0.03	2.88
Gratuity	(1.50)	6.06
Incentive	-	0.76
	112.63	122.05
<b>Particulars</b>	<b>For the year ended 31st March 2022</b>	<b>For the year ended 31st March 2021</b>
<b>NOTE NO. 24 :- Finance Cost</b>		
Interest on Term Loan	21.55	31.59
Bank OD Interest	46.03	43.87
Processing Charges Loan	-	0.51
Bank Charges	4.84	3.38
	72.42	79.35
<b>NOTE NO. 25 :- Other Expenses</b>		
Audit fees	3.00	1.00
Brokerage Charges	-	2.93
Bad debts	13.65	4.78
Commission Paid	-	14.83
Conveyance Exp	-	0.41
Courier Charge	-	0.03
Directors Sitting fees	8.50	-
Electricity Expense	0.48	1.35
Food & Breverage	0.11	0.06
Insurance Charges	0.18	3.21
Membership Fees	-	0.10
Miscellaneous Expenses	0.03	0.33
Office Expense	1.36	1.41
Office Rent	3.50	16.07
Petrol Expense	-	0.80
Printing & Stationery	0.11	0.17
Professional Fees	16.45	27.01
Promotion Expense	0.03	2.36
Repairs & Maintenance	0.09	0.37
Rates and Taxes	15.28	13.76
Software Expenses	0.01	0.40
Share Transfer Fees	-	0.26
Telephone Expenses	0.08	0.52
Travelling Expense	0.45	3.28
Legal Fees	-	0.15
	<b>63.31</b>	<b>95.57</b>



**Schedules Forming part of Balances Sheet as at 31st March, 2022**

**Note 1: Corporate Information:**

The Company was incorporated on February 09, 2016. The Company is engaged in the business of IT Security products and related services.

**Note 2: Significant Accounting Policies:**

The significant accounting policies followed by the company are stated as below:

**i. Basis of preparation of financial statements**

The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company."

Pursuant to the provisions of section 2(40) of the Companies Act, 2013, the Company has presented a cash flow statement.

Accounting policies not specifically referred to otherwise are in consonance with generally accepted accounting principles followed by the Company.

**ii. Use of estimates**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and differences between actual results and estimates are recognised in the periods in which the results are known / materialise.

**iii. Property, Plant and Equipments and Depreciation**

Fixed assets are stated at Cost less Depreciation. Cost comprises of Purchase price and any attributable cost of bringing the assets to working condition for its intended use.

Depreciation on all assets is charged proportionately from the date of acquisition / installation on written down value basis at rates prescribed in Schedule III of the Companies Act, 2013

**iv. Impairment of Assets:**

An asset is considered as impaired in accordance with Accounting Standard 28 on Impairment of Assets when at the balance sheet date there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs, exceeds its recoverable amount (i.e. the higher of the asset's net selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the Statement of Profit and Loss

**v. Investment**

Investments are Long-term, unless stated otherwise and are stated at cost except where there is diminution in value other than temporary, in which case a provision is made to the carrying value to recognize the diminution.

**vi. Revenue recognition:****Sale of Licenses and Hardware Components:**

Sales of Licenses and Hardware Components are recognized, net of returns and trade discounts on transfer of significant risks and rewards of ownership to the customer.

**Income from Support Services:**

Revenue from support service is recognized pro-rata over the period of contract.

**Unbilled Revenue:**

Revenue recognized over and above the billings on a customer is classified as unbilled revenue. Unbilled Revenue is classified as unbilled revenue (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms. Unearned revenue is recognised when there is billing in excess of revenue. The billing schedules agreed with customers include periodic performance based payments.

**vii. Inventories**

Inventories are valued at the lower of Cost (Generally determined on FIFO Basis) and Net Realizable Value. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges.

**viii. Employee Benefits**

Company's contribution to recognized provident fund is defined contribution plan and is charged to the Profit and Loss Account on accrual basis. There are no other obligations than the contribution payable to the fund.

Contribution to gratuity fund is defined benefit obligation and is provided for on basis of an actuarial valuation on projected accrued benefit method made at the end of each financial year.

**ix. Foreign Currency Transactions**

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of transaction. Foreign Currency denominated assets and liabilities at the balance sheet date is translated at the exchange rate prevailing on the date of balance sheet.

**x. Earnings Per Share**

Basic earning per share is computed by dividing the net profit after tax attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted earning per share is computed by dividing the net profit after tax attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year as adjusted for the effects of all dilutive potential equity shares, if any.

**xi. Accounting For Taxes on Income**

Tax expense comprises of current and deferred tax. Provision for current tax is made, based on the tax payable under the Income-tax Act, 1961. Deferred tax assets and liabilities from timing differences between taxable income and accounting income is accounted for using the tax rates and the tax laws enacted or substantially enacted as on the balance sheet date.

**xii. Provision's, Contingent Liabilities and Contingent Assets**

The Company recognizes as provisions, the liabilities being present obligation arising out of past events, the settlement of which is expected to result in an outflow of resources which can be measure only by using a substantial degree of estimation.



Contingent liabilities are disclosed by way of notes to the financial statements after careful evaluation by the management of the facts and the legal aspects of the matter involved. Contingent assets are neither recognized nor disclosed.

**xiii. Cash Flow Statement:**

The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company. Cash and Cash equivalents presented in the Cash Flow Statement consist of cash on hand and unencumbered bank balances.

- 23. There are no contingent liabilities as on 31st March, 2022.
- 24. There is no capital commitment outstanding at the end of current and previous year.
- 25. The Company has filed the Draft Prospectus with NSE Emerge on dated January 10, 2022 and got listed at NSE Emerge platform on June 02, 2022. Company being listed on NSE Emerge platform IND-AS, Rule 4 of the Companies (Indian Accounting Standards) Rules, 2015, Reconciliation of Profit and Loss and Reconciliation of Equity does not apply to the Company and hence not reported.
- 26. The company does not allow accumulation of leaves and hence the Company has not obtained actuarial valuation report for leave encashment.

**The particulars as required under the Accounting Standard-AS 15 of Employees Benefits are as under:**

**i. Defined Contribution Plan:**

The Company is having 16 staff on payroll and hence the provision pertaining to Employees Provident Fund is not applicable.

**ii. Defined Benefit Plan:**

Following are the principle Actuarial Assumptions used for determining defined benefit obligations towards gratuity as on the Balance Sheet date:

	<b>For the year ended March 2022</b>	<b>For the year ended March 2021</b>
Retirement Age	60 years	Company has not obtained the Actuarial Report and Gratuity provision was done on the basis of formula prescribed under Income Tax Act, 1961.
Future Salary Rise	7.00%	
Rate of Discount	7.25%	
Method used for measuring liabilities	Project unit Credit Method	



**Current and Non-Current Liability:**

	For the year ended March 2022	For the year ended March 2021
Funding Status	Unfunded	Unfunded
Fund Balance	N.A.	N.A.
Current Liability	28,868	N.A.
Non-current Liability	4,27,248	

**27. Dues to Micro & Small Enterprises:**

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year - Principal amount due to micro and small enterprises		
The amounts of payments made to micro and small suppliers beyond the appointed day during each accounting year.	234.42	249.66

On the basis of information and records available with the company, the above disclosures are made in respect of amounts due to the micro and small enterprises, who have registered with the relevant competent authorities.

**28. Earnings per share:**

**The calculations of earnings per share (basic and diluted) are based on the earnings and number of shares as computed below:**

	For the year ended March 31, 2022	For the year ended March 31, 2021
Profit/(Loss) after Tax	99.93	75.04
Weighted no. of equity shares		
- Basic	56,16,349	50,00,000
- Diluted	52,73,367	50,00,000
Earnings per share		
- Basic	1.78	1.50
- Diluted	1.90	1.50

**29. Deferred tax is on account of following:**

(Amount in Rupees)

	As on March 31, 2021	( Charge)/Credit during the year	As at March 31, 2022
Depreciation	(1.06)	(3.27)	(4.33)
Provision for Gratuity	1.52	(0.38)	1.15
Net Deferred Tax	<b>0.46</b>	<b>(3.65)</b>	<b>(3.18)</b>
Previous Year			
Net Deferred Tax	0.95	0.49	0.46



30. Value of Licence Imported and indigenous:

Description	Current Year		Previous Year	
	%	Value in INR	%	Value in INR
i) License				-
-Imported	-	Nil	21.23%	3.17
-Indigenous	100%	Nil	78.77 %	11.77
	100%	Nil	100%	14.94

31. Expenditure in foreign currency: Nil (Rs.92,21,342.65/- in FY 20-21)

32. The Company has given long term trade advances to Three parties for carrying out the Research & development activities for developing of new IT Security product and Company is hopeful of recovering more than advance given by making a sales in subsequent years from the developed product.

33. Earnings in Foreign Currency INR /- NIL

34. Related party Disclosers as required by AS 18 of the Institute of Chartered Accountants of India is as follows:

A) Related Parties and Relationship

- a. Directors of the Company
- b. Ragavan Rajkumar
- c. Sonam Ragavan
- d. Ajay Kumar Verma
- e. Key Management Personnel:
- f. Ragavan Rajkumar
- g. Sonam Ragavan
- h. Ajay Kumar Verma
- i. Uttam Dhanesha (CFO)
- j. Heta Desai (Company Secretary)
- k. Relatives of the Director/s – Sonam Ragavan – Wife of Ragavan Rajkumar
- l. Enterprise over which Directors is having significant influence
- m. Radical Traders Pvt. Ltd.
- n. Sharegiants Wealth Advisors & Financial Services Pvt. Ltd.
- o. Sharegiants Wealth Advisors & Securities Pvt. Ltd.
- p. Sharegiants Wealth Advisors Pvt. Ltd

v. Transactions with Related Parties during the period

(Amount in Lakhs)

	For the year ended March 31,2022	For the year ended March 31,2021
Company and Firm in which Directors and their relatives are Directors or Partners:		
i) Salary Paid		
a) Ragavan Rajkumar	30.00	-
b) Sonam Ragavan	6.60	4.40
c) Ajay Kumar Verma	4.20	1.40
ii) O/s Loan from Directors		
a) Ragavan Rajkumar		
b) Sonam Ragavan	240.80	153.28
iii) O/s. Trade Advance	13.80	7.21
a) Radical Traders Pvt. Ltd.		
b) Sharegiants Wealth Advisors & Financial Services Pvt. Ltd.	194.79	137.33
c) Sharegiants Wealth Advisors & Securities Pvt. Ltd.	129.14	636.19
	579.27	579.27



35. Debtors and Creditors ageing in the given format:

**Trade Receivables ageing schedule as at 31 March 2022**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	1,529		33.62	-	-	1,563
Undisputed trade receivables - credit impaired						-
Disputed trade receivables - considered good	-	-	-	-	-	-
Disputed trade receivables - credit impaired	-	-	-	-	-	-

**Trade Receivables ageing schedule as at 31 March 2021**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	
Undisputed trade receivables - considered good	579.47		1.46			580.93
Undisputed trade receivables - credit impaired						
Disputed trade receivables - considered good						-
Disputed trade receivables - credit impaired	-	-	-	-	-	-



**Trade Payables ageing schedule: As at 31st March, 2022**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	
MSME	-	56.72	177.71	-	234.42
Others	1,412.34	242.18	21.92	2.86	1,679.30
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-

**Trade Payables ageing schedule: As at 31st March, 2021**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	
MSME	71.96	177.70			249.66
Others	778.79	2.90	2.99		784.68
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-

36. Ratios analysis:

Notes to the financial statements for the year ended 31st March 2022					
(Rupees in INR)					
Disclosure of Ratios					
	Particulars	Formula for Computation	Measures (in times / percentage)	For the Year Ended 31 Mar 2022	For the Year Ended 31 Mar 2021
A	Current Ratio	Current assets / Current liabilities	Times	1.03	0.63
B	Debt Equity Ratio	Debt / Net worth	Times	0.80	1.04
C	Debt Service Coverage Ratio	EBITDAE / (Finance costs + Principal repayment of long term borrowings within one year)	Times	0.43	0.30
D	Return on Equity	Profit after tax / Net worth	Percentage	14.70%	10.09%
E	Inventory Turnover Ratio	Cost of goods sold / Average inventory	Times	1.12	1.55



F	Trade Receivable Turnover Ratio	[Revenue from Sales of products(including excise duty) + Sales of services] /Average gross trade receivables	Times	2.46	4.25
G	Trade Payable Turnover Ratio	Purchases / Average trade payables	Times	1.63	1.50
H	Net Capital Turnover Ratio	Revenue from operations / working capital	Times	31.04	-2.51
I	Net Profit Ratio	Profit after tax / Revenue from operations	Percentage	5.74%	3.96%
J	Return on Capital Employed (ROCE)	EBIT / Capital employed	Percentage	22%	25%
K	Return on Investment (ROI)	Not Applicable	Percentage		

<b>Notes</b>	
1	Debt = Non-current borrowings + Current borrowings
2	Net worth = Paid-up share capital + Reserves created out of profit+ Security premium - Accumulated losses
3	Cost of goods sold = Cost of materials consumed + Purchase of stock-in-trade + Changes in inventories of finished goods, stock-in-trade and work-in progress
4	Purchase = Purchase of stock-in-trade + Purchase of Raw Material and packing material
5	Working Capital = Current assets - Current liabilities
6	EBIT = Earnings before Interest, tax and exceptional items
7	Capital employed = Total equity + Non-current borrowings

<b>Disclosure of change in ratio by more than 25%</b>		
<b>Particulars</b>	<b>% Variance in ratio between 31 March 2022 and 31 March 2021</b>	<b>Reason for Variance</b>
Current Ratio	63.94%	Improvement in receivables as compared with previous year
Debt Equity Ratio	-23.28%	Refer note below
Debt Service Coverage Ratio	42.49%	Owing to increase in profitability
Return on Equity	45.74%	Owing to increase in overall business and eventual profitability post pandemic

**GTEC GLOBESECURE TECHNOLOGIES LIMITED**

Inventory Turnover Ratio	-27.59%	Owing to increase in overall business
Trade Receivable Turnover Ratio	-42.16%	Owing to increase in overall business and improved credit terms
Trade Payable Turnover Ratio	8.82%	
Net Capital Turnover Ratio	-1337.77%	
Net Profit Ratio	44.88%	
Return on Capital Employed (ROCE)	-13.40%	
Return on Investment (ROI)		

<b>Disclosure of change in ratio by more than 25%</b>		
<b>Particulars</b>	<b>% Variance in ratio between 31 March 2021 and 31 March 2020</b>	<b>Reason for Variance</b>
Current Ratio	-56.11%	Owing to decrease in overall business due to pandemic related restrictions and eventual reduction in profitability
Debt Equity Ratio	-74.88%	
Debt Service Coverage Ratio	-82.52%	
Return on Equity	-60.30%	
Inventory Turnover Ratio	-62.73%	
Trade Receivable Turnover Ratio	-26.96%	
Trade Payable Turnover Ratio	-34.30%	
Net Capital Turnover Ratio	-168.74%	
Net Profit Ratio	43.21%	
Return on Capital Employed (ROCE)	-61.47%	
Return on Investment (ROI)		

Note: Since the change in ratio is less than 25%, no explanation is required to be disclosed

37. Previous Year's figures have been regrouped /reclassified to conform to the current year's presentation, wherever necessary.

For Kumbhat & Co.

For Globesecure Technologies Limited

Chartered Accountants  
Firm Reg. No. : 001609S

Sd/-  
Gaurang C. Unadkat  
Partner  
Membership No. 131708

Sd/-  
Ragavan Rajkumar  
Director

Sd/-  
Sonam Ragavan  
Director

Place: Mumbai  
Date: September 02, 2022

Sd/-  
Company Secretary

Sd/-  
CFO



**CFO CERTIFICATION**

To,  
The Board of Directors  
**Globesecure Technologies Limited**

I, the undersigned, in my capacities as Chief Financial Officer of Globesecure Technologies Limited ('the Company'), to the best of my knowledge and belief certify that

A. I have reviewed financial statements and the cash flow statement for the Financial Year ended March 31, 2022 and that to the best of my knowledge and belief, I state that:

(1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. I further state that to the best of my knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's Code of Conduct.

C. I am responsible for establishing and maintaining internal controls and for evaluating the effectiveness of the same over financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. I have indicated, based on our evaluation, to the auditors and the Audit committee:

(1) significant changes, if any, in internal control over financial reporting during the year;

(2) significant changes, if any, in accounting policies made during the year and that the same have been disclosed in the notes to the financial statements and

(3) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Globesecure Technologies Limited

Sd/-

Uttam Dhanesha

**Chief Financial Officer**

Date: September 2, 2022

Place: Mumbai



**GTEC**

Globesecure Technologies Ltd.

C-321, 215 Atrium, Near Courtyard Marriott Hotel,  
Near Metro Station, Andheri (E), Mumbai – 400093



[www.globesecure.in](http://www.globesecure.in)



+91 22400 22224