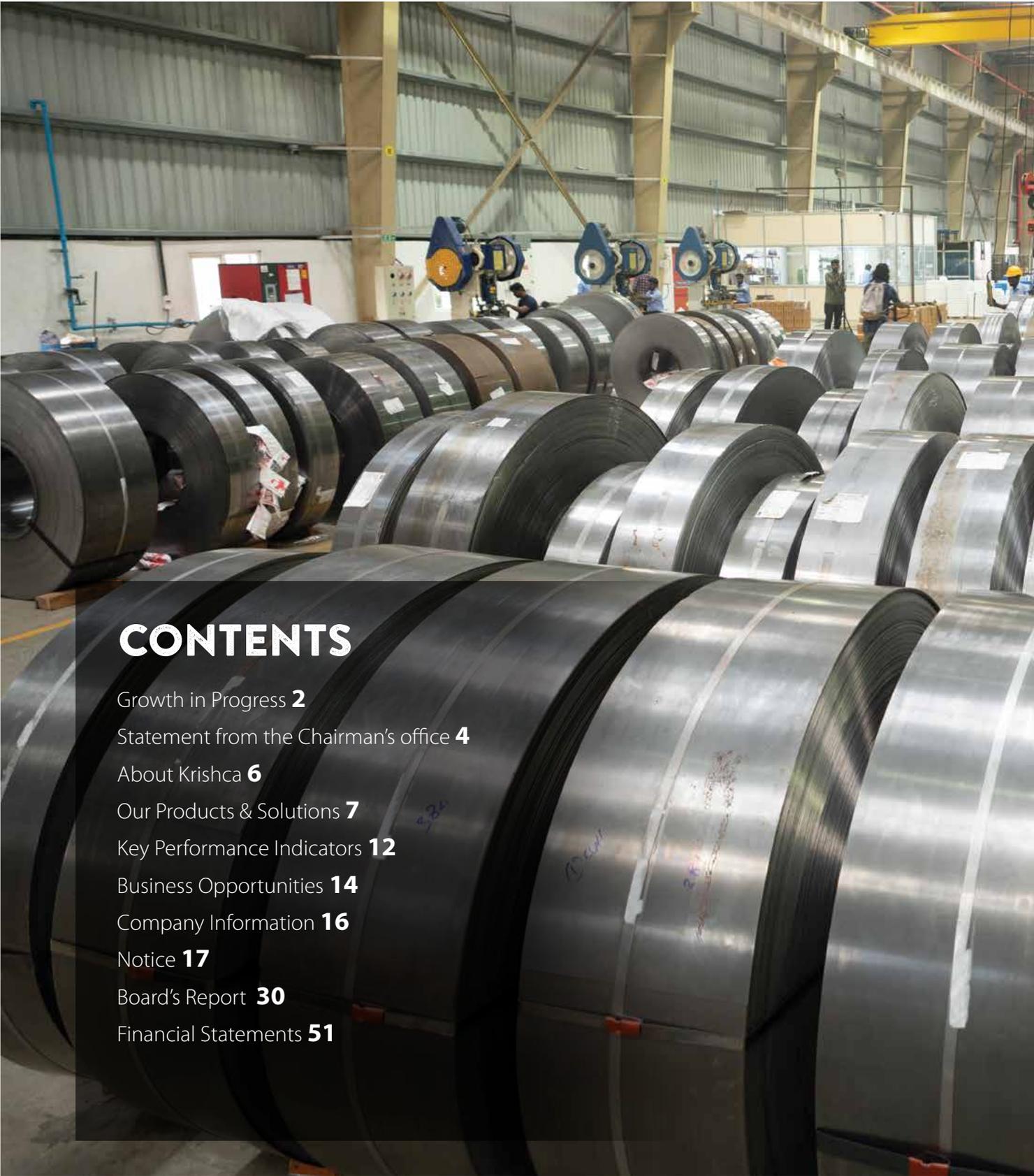




GROWTH IN
PROGRESS

Krishca Strapping Steel Solutions Limited
Annual Report 2022-23



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Our business space is such that it takes considerable effort and time just to be eligible to bid for the business. Getting business is altogether a different ball game.

We possibly had the worst start ever. The commissioning of our plant in January 2020 coincided with the onset of the pandemic and nationwide lockdowns. The rest is best left unsaid.

Notwithstanding the challenges, we made some headway. We covered some ground. We got an entry into some companies.

**WE LOOK FORWARD TO
BUILDING ON OUR INITIAL
SUCCESSSES AS WE**

**ADVANCE
FURTHER.**

Growth in Progress

GAINING ELIGIBILITY

In FY22, we got our foot in the door of private domestic customers. These were really large and reputed conglomerates. We were only initially given sample orders to test our product quality, delivery commitment and service levels.

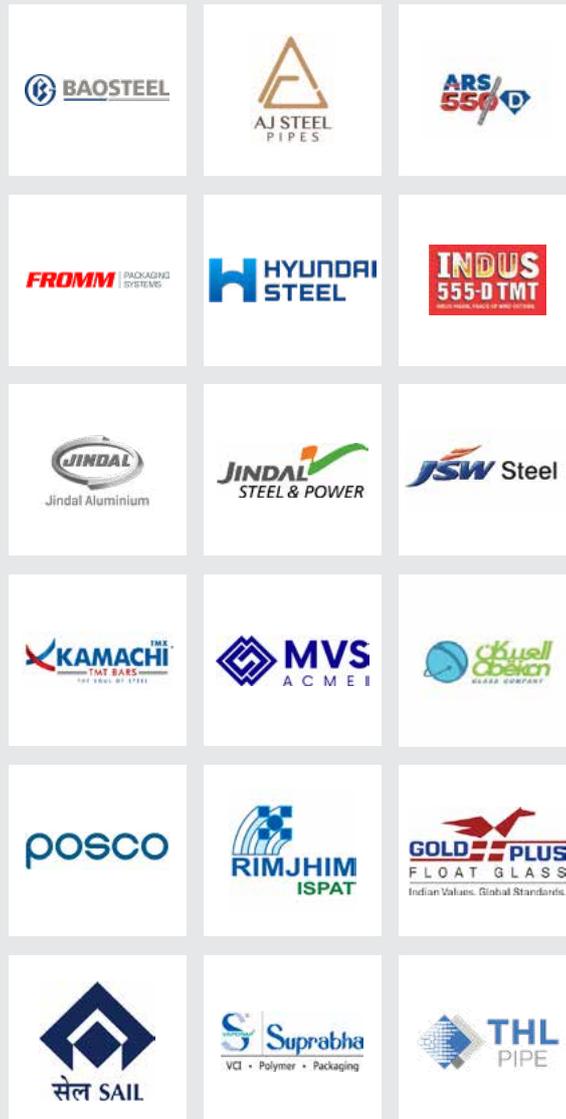
In FY23, we gained our wings (eligibility). We could now participate in large tenders. We were competing with established players. And winning large orders.

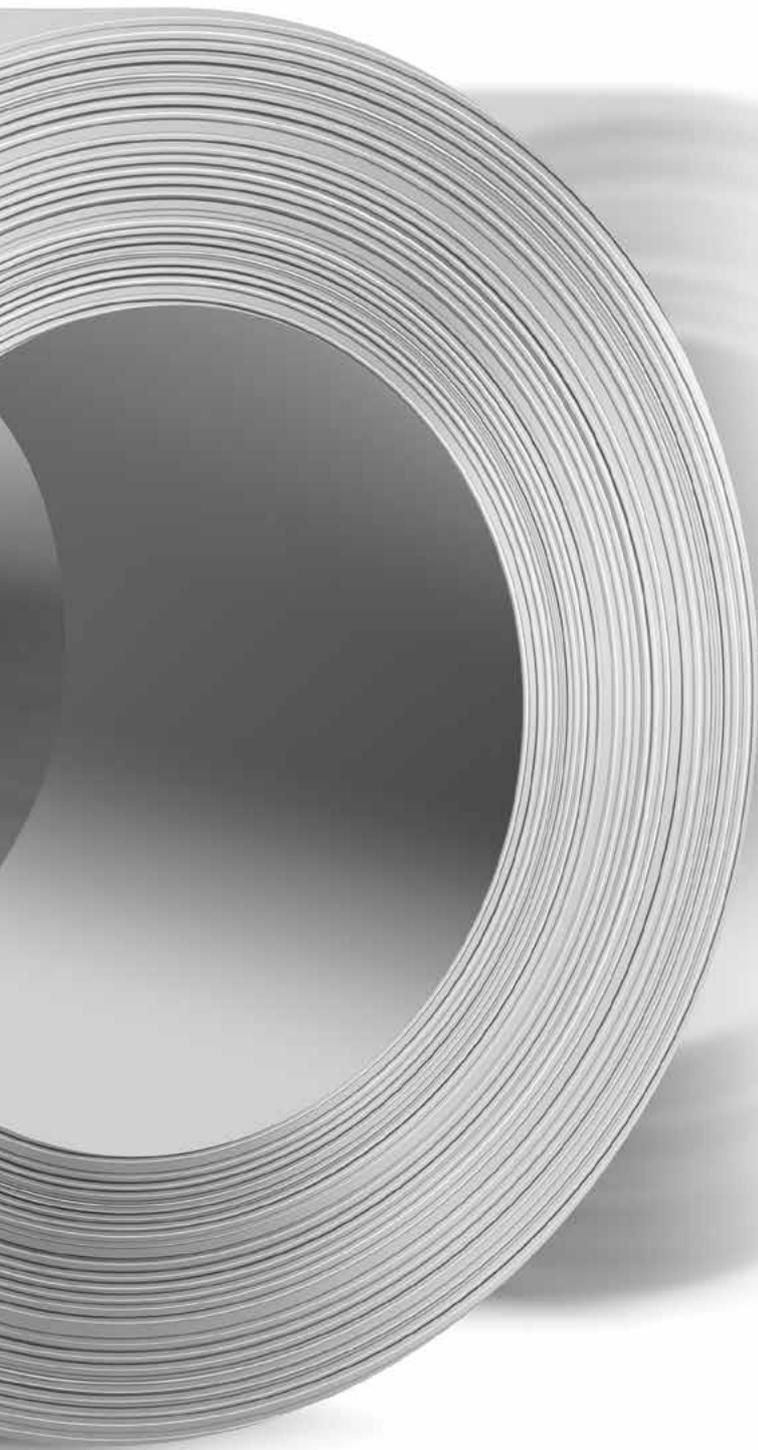
As the word spread, more doors opened. Our customer list expanded.

Our domestic sales increased from 1,914.604 tonnes in FY22 to 8,948.976 tonnes in FY23 – a 367% increase. We are not complaining. This is GROWTH IN PROGRESS.

Now, we are working towards gaining eligibility with Government agencies which should see the light of day in FY24.

Our marquee customers





Growth in Progress

WIDENING PRESENCE

Having gained confidence in our product quality and our commitment, our clients wanted more from us.

They wanted us to graduate from product suppliers into a holistic solutions provider. We need to provide strapping, seals, tools and people.

While this appeared daunting initially, we worked out the modalities only to realize that returns far exceeded risks. We made a plunge.

We have participated in 5-6 tenders for providing holistic solutions. We would have transformed our business model from product selling to solution delivering when we secure some of these tenders. This, for us, is

GROWTH IN PROGRESS.

Statement from the Chairman's Office



**“WE CONTINUE
TO MAP OUR
PRODUCTS
AND SERVICES
AGAINST THE
DYNAMIC
MARKET
ECOSYSTEM
TO CREATE
A PRODUCT
AND SERVICES
BASKET THAT
SERVES AS A
LEVER FOR
OUR GROWTH
AMBITIONS.”**

DEAR SHAREHOLDERS,

I am delighted to present our first Annual Report.

I am immensely pleased to write to you after another eventful year of progress. We are proud to have registered robust growth through a year that was relentless with unprecedented inflationary pressures, ongoing war and supply chain constraints.

We completed our IPO, which received an overwhelming response from you. This milestone lends an important watermark credibility to our business model and strategies. We remain committed to delivering value to you by taking the Company higher into a new growth orbit.

FY23 was exciting as we ended the year with considerable momentum despite the persisting challenges that prevailed. Revenue from operations jumped by 288%, EBITDA increased by 331% and Net Profit scaled by 521%.

From an operations standpoint, we established our eligibility with several clients, which helped in increasing sales volumes appreciably. It cascaded into onboarding more clients, which augurs well for sustaining our growth momentum in the current year.

Our international business, although in its infancy, increased substantially as volumes with existing clients increased. We will continue to de-risk our opportunity matrix by prudently balancing our geographic presence over the coming years.

Having made it this far, the challenge is to sustain our momentum into the current year and beyond. We have short-listed interesting areas which have the potential to scale our performance a few notches higher.

One, while we continue to increase our wallet share with existing clients in the private sector, we will also look forward to securing our eligibility to participate in Government business.

Two, we will work on widening our footprint in the global arena, even as we will work diligently in strengthening our ties with existing clients. For this, we are planning to make significant investments in the Middle East. This will allow us to cater to this market and establish a toehold in the US markets.

Three, we will graduate to provide holistic strapping solutions instead of selling strapping products. In addition to strengthening returns for the business, it will also strengthen customer stickiness, providing revenue visibility over the medium-term.

Four, we also are working on the feasibility of getting into the welding wire business space, which is, in some sense, synergic with our existing business. We hope to make an investment in a facility for getting into this space.

The lingering question would be, is there enough opportunity in our business space? The opportunity is enormous, which I will showcase with one reality. The Union Budget has allocated a humungous

₹10 lakh crore for infrastructure development in India. This will mean infrastructure creation across the landmass. But steel and steel products are manufactured only in some pockets.

It will need to be moved from the place of manufacture to the place of further processing and final consumption. This entails considerable movement. That is our opportunity which will remain for the foreseeable future.

And steel is not our only product. We are working with clients in other non-ferrous metals too. I believe that our prospects in strapping solutions are immense. Cognizant of our prospects, we are leaving no stone unturned to capitalize on opportunities coming our way.

We continue to map our products and services against the dynamic market ecosystem to create a product and services basket that serves as a lever for our growth ambitions. We hope to register a healthy double-digit growth at the topline in FY24 accompanied with healthy returns.

I would like to thank all our stakeholders for their confidence and support. I am confident that we will script an exciting growth journey ahead. We are looking forward to our prosperous future.

Warm regards

Bala Manikandan
Managing Director

ABOUT

KRISHCA STRAPPING

Incorporated in 2017, Krishca Strapping Steel Solutions Limited (Krishca) manufactures steel straps and seals and provides other allied packaging solutions.

Headquartered in Chennai, India, the Company's state-of-the-art manufacturing facility at Mappedu, Chennai, specializes in producing high-tensile steel straps and seals.

Spearheaded by Bala Manikandan, Managing Director, the Company's day-to-day operations are managed by a team of experienced and energetic professionals that ensure that the Company meets its operational and financial goals.

The Company's products match exacting global and international standards. Its products are marketed in India and to global customers.

18000

Capacity (TPA)

60+

Team size

1093.74

Networth (₹ in Lakhs)

We have set up India's first 'Lead-Free' environment-friendly production line for the heat treatment of steel strapping.



State Of The Art Production Line



First Quality Raw Material Finest Quality Strap



Extraordinary Consistency Exceptional Steel



Remarkable Surface Finish



In Depth Testing And Tracking



Custom Branding

OUR PRODUCTS

Krishna produces guaranteed high-quality straps with optimal physical and geometrical properties. The Company offers three types of straps: Prime, Super Prime and Ultra Prime.

Prime

It is a regular-duty strap manufactured from cold-rolled, low-carbon steel. It is used for light-duty applications where the load is usually less than 1 Ton.

Super prime

Some medium-duty applications demand lower break loads and elongations than our Ultra Prime Grade high-tensile strapping. To cater to this segment, we have developed a special grade product as an economical alternative to the high tensile strapping while ensuring excellent elongation and higher break loads compared to regular duty steel strapping.

Ultra prime

It is a medium carbon steel strapping heat treated to produce a product that combines high strength and elongation. The special heat treatment process improves the mechanical properties of the steel straps. High-tensile straps are the ultimate solution for heavy-duty applications such as hot and cold rolled coils, including for use in the steel industry. This is the product of choice for heavy applications.

PRODUCT FINISH

Krishca's steel strappings are treated with a Wax coating finish and lubrication that allows the strapping to flow smoothly in automatic machines, tools and around corners of the products.

The Company offers three types of surface finishing.

Blue Tempered	Painted	Zinc
Blued and waxed surface finish by a flame process, and bluing the steel burn foreign material from steel. Blued strapping is an economical alternative to painted strapping with less cost.	Painted strapping is based on blued with the painting process and is better for rust resistance than blued. The Company's in-house painting technology offers uniform paint coverage. This provides excellent corrosion resistance and less abrasion, which makes it highly secure to use with tools and products.	Zinc-painted straps are commonly used for prolonged outside storage. This finish offers greater rust resistance than regular painted material.

OUR STATE-OF-THE - ART FACILITY

At the Chennai facility, heat-treated high-tensile steel straps are manufactured using state-of-the-art equipment and supervised by expert metallurgists and engineers. The features of this plant are: -

- PLC Controlled automatic production line.
- Automated heat treatment process – Uniform grain structure.
- Pollution-free production process – Lead-free.
- Super Jumbo coils up to 500 Kg.

The steel straps are crafted to ensure high quality without compromise, simultaneously providing exceptional physical and geometrical properties.

Every millimeter of the strap undergoes a state-of-the-art heat treatment process using PLC-controlled automation that delivers superior elongation, shock resistance, and break strength.

The automated quenching process ensures uniform grain structure across the entire length of the strap, while the heat treatment produces a distinctive blue-shimmering oxide layer that acts as a natural barrier against corrosion. Krishca's technology enables it to achieve a lower cost of production than the industry standards by reducing the rate of scrap generation, making the production process more energy efficient, etc.

Krishca's steel strap quality parameters align with American, European and Indian standards.

IS 5872:1990

Cold rolled steel straps (box strappings) specification

ASTM D-3953

Standard Specification for Strapping, Flat Steel and Seals

BS EN 13246:2001

Packaging, Specification for tensional steel strapping

OUR PASSION FOR QUALITY

Krishna realizes that quality strapping is critical to safely transporting heavy-duty material. As a result, the Company has made considerable investments towards maintaining impeccable product quality. Its integrated quality management system ensures consistency of physical and chemical properties. Some key control measures include:

Raw Material

Choosing a suitable raw material is paramount in producing quality steel strapping. Krishna uses first-grade raw materials from primary steel mills only. Each coil is taken for production only after undergoing stringent quality checks.

State Of The Art Laboratories

The Company has invested in sophisticated testing laboratories with

the latest and most advanced equipment, including a Digital universal testing Machine, Digital paint micro thickness meter, Hardness tester, Bend & curl tester and salt spray tester. An experienced team of qualified professionals operates these to ensure the standardization of quality control processes standardized across shifts.

Continuous Sampling & Checks

The Company's quality control process mandates periodic sampling at every stage of the production process. Samples are taken at regular intervals for testing.

Batch Wise Stock Keeping & Traceability

Krishna's batch-wise charging and stocking of raw material and finished

goods, coupled with a traceability system, enables it to detail and trace every lot's physical and chemical composition with the heat cycle. Such comprehensive systems have enabled it to be certified for its quality management systems per ISO 9001:2015 standards.

The passion for quality has enabled the Company to onboard large and respected corporates in India and expand its presence to international markets. In FY22, the Company initiated exports to the UAE and Saudi Arabia.

While revenue from its key customers continues to increase over the past three years, its share in the overall revenue pie has dropped – a watermark to its product quality and growing brand respect.

	FY'23		FY'23		FY'21	
	Amount (₹ Lakh)	% of Revenue	Amount (₹ Lakh)	% of Revenue	Amount (₹ Lakh)	% of Revenue
Top 5 customers	4112.61	56.88	965.96	51.90	668.08	70.99
Top 10 customers	4969.19	68.73	1275.83	68.55	797.31	84.73
Total Revenue from Operations	7230.43		1861.12		941.05	



STEEL SEALS

Krishca's seals are manufactured from high-quality CR sheets. Its press shop is well-equipped with sophisticated machines and operated by its experienced team of versatile engineers and technical experts committed to delivering customer satisfaction. The Company offers multiple seal varieties, which include.

Snap-On Seals | Thread-On Seals | Nestack Seals | Open-Flange Seals | Push-Type seals

The Company also provides unique and customized color printing on the steel seals to facilitate customer branding.



STRAPPING TOOLS

Krishna partners with leading, global and reputable manufacturers of strapping tools, ensuring that its product line represents the top manufacturers in the industry.

The Company's complete range of steel strapping tools caters to all kinds of packaging applications and includes combination, pneumatic combination, manual tensioners and sealers, and pneumatic tensioners and sealers.

Its commitment to providing the highest quality tools to customers is reflected in its prompt and effective solutions for their packaging needs.

The service team consists of factory-trained engineers who work closely with each client to identify the most effective strapping tool for their specific application.

The Company's ability to offer a complete solution enables it to transform its business model from a product supplier to a solution provider.

MAKING DECENT PROGRESS

Revenue from Operations
(₹ Lakh)



EBITDA
(₹ Lakh)

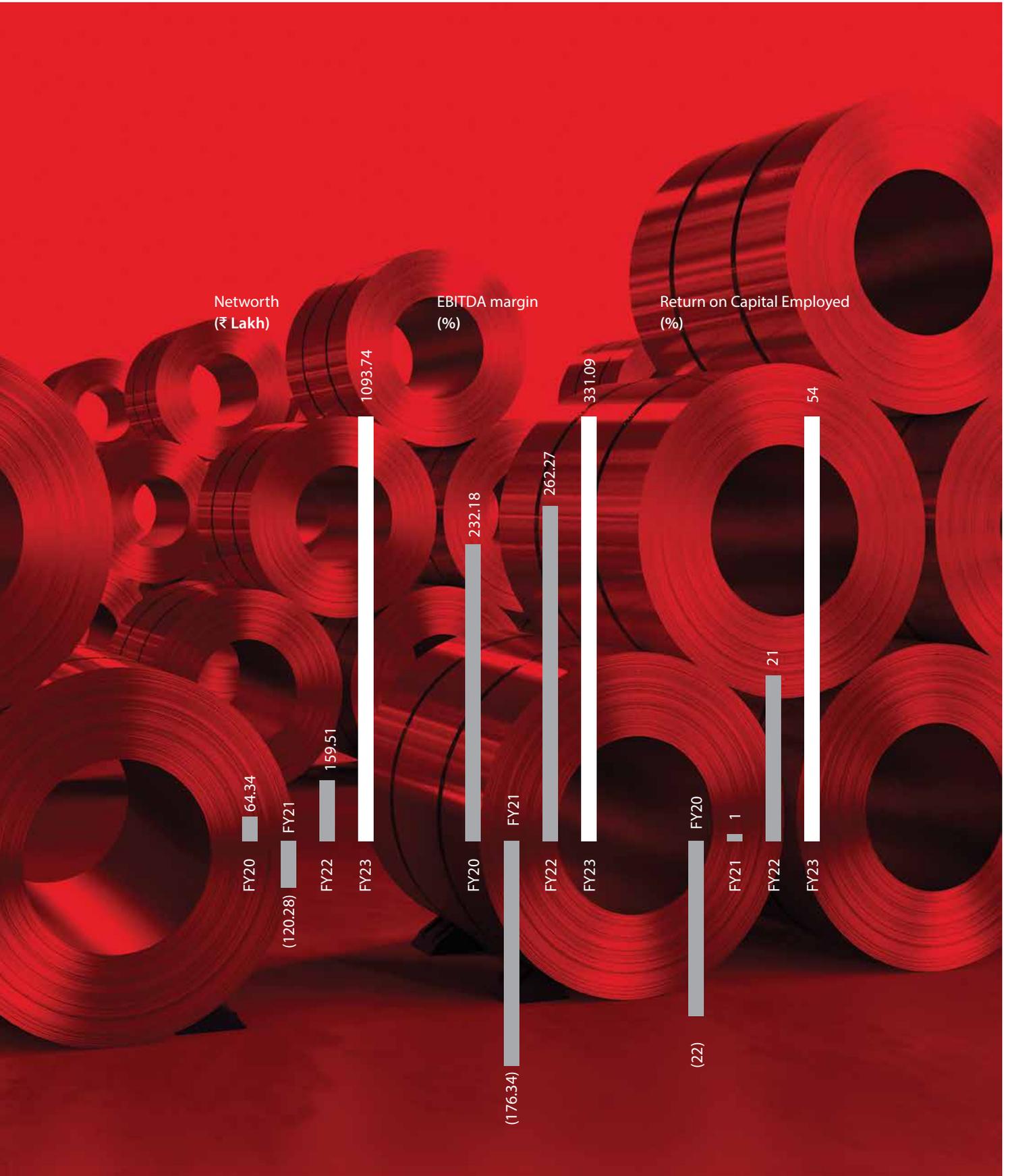


Net Profit
(₹ Lakh)



Net Cash Flow from Operations
(₹ Lakh)







BUSINESS OPPORTUNITIES **OVER THE HORIZON**

Domestic demand: Domestic steel production is expected to reach 300 million tonnes by 2030 from the current 125 million tonnes per annum.

Growing exports: Indian steel exports are growing annually resulting in higher usage of steel strapping.

China + 1 Policy: All major steel strapping imports in the world are looking to add non China manufactures to their supplier list to maintain a balanced supply chain.

New Business: PSU tenders and Packaging contracts.



FUTURE EXPANSION PLANS

New Hardening and Tempering Line

New hardening & tempering line in Tamil Nadu, expanding capacity and enabling entry into new markets with Ultra High Tensile Strapping.

Investment in the Middle East

Expansion in the Middle East with new sales offices, warehouse and manufacturing facility. This will allow us access to the US market.

Welding wire plant production

The Company is planning to enter the welding consumable market with a new subsidiary and MIG welding production plant in Chennai catering to domestic and international markets.

Packaging contracts

To focus on India's steel packaging contract market which is estimated to be worth ₹2000-2500 crore per annum and is dominated by few players.

Company Information

BOARD OF DIRECTORS

Mr. Lenin Krishnamoorthy Balamanikandan	- Chairman & Managing Director
Mr. Terli Venkta Shivaji	- Whole-Time Director
Mrs. Saraladevi Navaneethakrishnan	- Whole-Time Director
Mr. Rajinikanth	- Independent Director
Mr. Tom Antony	- Independent Director
Mr. V S Sowrirajan	- Independent Director
Mr. Achaya Kumarasamy	- Non-Executive Director
Mrs. Saravanakumar Ramya	- Non-Executive Director (Resigned on 24.04.2023)

CHIEF FINANCIAL OFFICER

Mrs. Saraladevi Navaneethakrishnan

COMPANY SECRETARY & COMPLIANCE OFFICER

Ms. Diya Venkatesan

BANKERS

Indian Bank

HDFC Bank

STATUTORY AUDITORS

M/s. L U Krishnan & Co
Chartered Accountants,
Sam's Nathaneal Tower
3-1, West Club Road, Shenoy Nagar, Chennai – 600030

INTERNAL AUDITORS

M/s. KEK AND ASSOCIATES LLP
Chartered Accountants,
New No.28, Parvathy Apartments,
2nd Floor, Damodaran Street, T.Nagar, Chennai – 600017

AUDIT COMMITTEE

Name of the Director	Designation	Nature of Directorship
Mr. Rajinikanth	Chairperson	Non-Executive Independent Director
Mr. Tom Antony	Member	Non-Executive Independent Director
Mr. V.S.Sowrirajan	Member	Non-Executive, Independent Director

NOMINATION AND REMUNERATION COMMITTEE

Mr. Tom Antony	Chairperson	Non-Executive Independent Director
Mr. Rajinikanth	Member	Non-Executive Independent Director
Mr. V.S.Sowrirajan	Member	Non-Executive Independent Director

STAKEHOLDERS' RELATIONSHIP COMMITTEE

Mr. Tom Antony	Chairperson	Non-Executive Independent Director
Mr. Rajinikanth	Member	Non-Executive Independent Director
Mr. V.S.Sowrirajan	Member	Non-Executive Independent Director

RISK MANAGEMENT COMMITTEE

Mr. Tom Antony	Chairperson	Non-Executive Independent Director
Mr. Rajinikanth	Member	Non-Executive Independent Director
Mr. V.S.Sowrirajan	Member	Non-Executive Independent Director

REGISTRAR & SHARE TRANSFER AGENT

Purva Sharegistry India Private Limited
9, Shiv Shakthi Industrial Estate, J.R Boricha Marg, Lower Parel
(East), Mumbai – 400011, Maharashtra
Email:support@purva.com Website: www.purvashare.com
Tel: +91 22 4961 4132 / 3199 8810

REGISTERED OFFICE

Krishca Strapping Solutions Limited
Building 01B, Logos Mappedu Industrial and Logistics Park,
Mappedu, Thiruvallur District, Tamilnadu - 631203
Contact: +91 9344991199
Email:info@krishcastrapping.com
Website:www.krishcastrapping.com

KRISHCA STRAPPING SOLUTIONS LIMITED

CIN: U74999TN2017PLC119939

Registered Office: Building 1B, LOGOS Mappedu Logistics Park Satharai Village, Thiruvallur Taluk
Thiruvallur-631203, Tamilnadu, India,

Phone No. +91 9094575375 Email ID: bala.lenin@krishcastrapping.com ,

Website - krishcastrapping.com

NOTICE TO THE SHAREHOLDERS

NOTICE is hereby given that the 06th Annual General Meeting of the members of **M/s. KRISHCA STRAPPING SOLUTIONS LIMITED** will be held on Friday, 29th day of September, 2023 at 3.30 p.m., through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), to transact the following businesses.

ORDINARY BUSINESS

1. To consider and adopt the Audited financial statement of the Company for the financial year ended 31st March 2023 together with the Reports of the Directors and Auditors thereon.
2. To appoint a director in place of Mr. Terli Venkata Shivaji (DIN:07159540), who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint a director in place of Ms. Navaneethakrishnan Saraladevi (DIN:07941812), who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS

4. Material related party transaction(s) with Spyromax Industries Private Limited, a third party

To consider, and if thought fit, to pass the following Resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to Regulation 23(4) and other applicable Regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('SEBI Listing Regulations'), the applicable provisions of the Companies Act, 2013 ('Act'), if any, read with related rules, if any, each as amended from time to time, and the Company's Policy on Related Party Transaction(s), the approval of the Members be and is hereby accorded to the Board of Directors of the

Company (hereinafter referred to as the 'Board', which term shall be deemed to include any Committee constituted/empowered/to be constituted by the Board from time to time to exercise its powers conferred by this Resolution) to enter into, contract(s)/ arrangement(s)/ transaction(s) (whether by way of an individual transaction or transactions taken together or series of transactions or otherwise) as mentioned in the explanatory statement, with Spyromax Industries Private Limited ('SIPL'), a Company in which a Director of the Company is interested and accordingly a related party under Regulation 2(1)(zb) of the SEBI Listing Regulations and Section 2(76) of the Act, on such terms and conditions as may be agreed between the Company and SIPL, for an aggregate value of up to Eight crore, to be entered during FY2023-24, for purchase and sale of goods, rendering and receiving of services, and other related transactions, subject to such contract(s)/ arrangement(s)/ transaction(s) being carried out at arm's length and in the ordinary course of business of the Company.

RESOLVED FURTHER THAT the Board, be and is hereby authorised, to do and perform all such acts, deeds, matters and things, as may be necessary, including finalising the terms and conditions, methods and modes in respect thereof and finalising and executing necessary documents, including contract(s), scheme(s), agreement(s) and such other documents, file applications and make representations in respect thereof and seek approval from relevant authorities, including Governmental/regulatory authorities, as applicable, in this regard and deal with any matters, take necessary steps as the Board may, in its absolute discretion deem necessary, desirable or expedient, to give effect to this resolution and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members or otherwise to the end and intent that the

Members shall be deemed to have given their approval thereto expressly by the authority of this resolution.

RESOLVED FURTHER THAT the Board, be and is hereby authorised to delegate all or any of the powers herein conferred, to any Director(s) or Chief Financial Officer or Company Secretary or any other Officer(s), Authorised Representative(s) of the Company, to do all such acts and take such steps, as may be considered necessary or expedient, to give effect to the aforesaid resolution(s).

RESOLVED FURTHER THAT all actions taken by the Board or any person so authorized by the Board, in connection

with any matter referred to or contemplated in any of the foregoing resolutions, be and are hereby approved, ratified and confirmed in all respects."

By Order of the Board of Directors

For KRISHCA STRAPPING SOLUTIONS LIMITED

LENIN KRISHNAMOORTHY BALAMANIKANDAN

Chairman & Managing Director

DIN: 07941696

Date: 04/09/2023

NOTES:

1. The Ministry of Corporate Affairs ("MCA") has, vide its circular Nos.14/2020 dated 8th April 2020, 17/2020 dated 13th April 2020, followed by Circular No. 20/2020 dated May 05, 2020, 22/2020 dated 15th June 2020, 33/2020 dated 28th September 2020, 39/2020 dated 31st December 2020, Circular No. 02/2021 dated January 13, 2021, 10/2021 dated 23rd June 2021, 20/2021 dated 8th December 2021, 3/2022 dated 5th May 2022 and 11/2022 dated 28th December 2022, (Collectively referred to as "MCA Circulars") permitted convening the Annual General Meeting ("AGM" / "Meeting") through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM"), without physical presence of the members at a common venue. In accordance with the MCA Circulars and applicable provisions of the Companies Act, 2013 ("the Act") read with Rules made thereunder and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the AGM of the Company is being held through VC / OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
2. Additional information as required under Listing Regulations and Secretarial Standard on General Meeting (SS-2) in respect of the Directors retiring by rotation / seeking appointment / re-appointment at this Meeting is annexed hereto.
3. Generally, a member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy need not be a member of the Company. Since this AGM is being held through VC / OAVM pursuant to the MCA Circulars, physical attendance of Members has been dispensed with. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence, the Proxy Form and Attendance Slip are not annexed hereto.
4. Since the AGM will be held through VC / OAVM, the route map of the venue of the Meeting is not annexed hereto.
5. In compliance with MCA Circulars and SEBI Circular No. SEBI/HO/ CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 and Circular No. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 13th May, 2022 the financial statements including Board's Report, Auditor's report or other documents required to be attached therewith (together referred to as Annual Report FY 2022-23) and Notice of AGM are being sent in electronic mode to those members / beneficial owners whose e-mail Id's are registered and whose name appears in the Register of Members / Depositories Participant(s) as at closing business hours on Friday, 25th August, 2023.
6. The relevant Explanatory Statement pursuant to Section 102(1) of the Act, setting out the material facts concerning special business(s) as set out above in Item No.4 is annexed as Annexure I hereto. The relevant details required to be disclosed in respect to Directors seeking appointment/ re-appointment at this AGM pursuant to Regulation 36(3) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, "(LODR Regulations or Listing Regulations)". Secretarial Standards on General Meeting ("SS-2") issued by the Institute of Company Secretaries of India and other applicable provisions of the Act, have been provided in Annexure II to

this Notice. Additional information as required under Listing Regulations and Secretarial Standard on General Meeting (SS-2) in respect of the Directors retiring by rotation at this Meeting is annexed hereto.

7. The Register of Members and Share Transfer Books of the Company shall remain closed from Monday, September 25th 2023 to Friday, September 29th 2023 (both days inclusive) for the purpose of Annual General Meeting of the Company.
8. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
9. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
10. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.

11. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company

at <https://www.krishcastrapping.com>. The Notice can also be accessed from the websites of the Stock Exchange i.e. National Stock Exchange of India Limited at www.nseindia.com and also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

12. The Companies (Management and Administration) Rules, 2014 stipulate that the remote electronic voting period shall close at 05:00 P.M (IST) on the date preceding the date of AGM. Accordingly, the remote e-Voting period will commence at 09:00 A.M (IST) on Tuesday, 26th September 2023 and will end at 05:00 P.M (IST) on Thursday, 28th September, 2023. The remote e-Voting will not be allowed beyond the aforesaid period and time, and the remote e-Voting module shall be disabled by NSDL.
13. The Company has appointed Mr. M. Sudhakar to act as Scrutinizer to scrutinize the remote e-Voting process and voting during the AGM in a fair and transparent manner.
14. The Scrutinizer after scrutinizing the votes cast at the meeting and through remote e-Voting will not later than 2 working days from the conclusion of the meeting, make a consolidated Scrutinizer's Report and submit the same to the Chairman. The results declared along with Scrutinizer's Report shall be placed on the website of the Company. The results shall simultaneously be communicated to stock exchanges where the shares of the Company are listed i.e. National Stock Exchange of India Limited placed on the Company's website <https://krishcastrapping.com>.
15. Subject to approval of the requisite number of votes, the Resolutions set out in this Notice for the AGM shall be deemed to be passed on the date of the meeting i.e. Friday, 29th day of September, 2023.
16. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on 22nd September, 2023 are entitled to vote on the Resolutions set forth in this Notice. A person, who is not a Member as on the cut-off date i.e. 22nd September, 2023 should treat this Notice for information purposes only.
17. In case a person has become a member of the Company after dispatch of AGM Notice, but on or before the cut-off date for e-Voting, i.e., 22nd September, 2023 such person may obtain the User ID and Password from NSDL by e-mail request on evoting@nsdl.co.in for all future communication members.

Dispatch of Annual Report through Electronic Mode:

18. In compliance with the MCA Circulars and SEBI Circular dated May 13, 2022 and January 05, 2023, Notice of the AGM along with the Annual Report 2022-23 is being sent only through electronic mode to those Members as on cut-off date whose e-mail address is registered with the Company / Registrar and Transfer Agent / Depository Participants / Depositories. Members may note that the Notice and Annual Report 2022-23 will also be available on the Company's website <https://www.krishcastrapping.com>, websites of the Stock Exchange, that is, National Stock Exchange of India Limited at www.nseindia.com, respectively, and on the website of Company's E-voting partner at <https://www.evoting.nsdl.com>
19. For receiving all communication (including Annual Report) from the Company electronically:
 - a) Members holding shares in dematerialised mode are requested to register / update their e-mail address with the relevant Depository Participant. NSDL has provided a facility for registration/ updation of e-mail address through the link: <https://eservices.nsdl.com/kyc-attributes/#/login>.
 - b) the process to be followed for registration/updation of e-mail address by Members holding shares in physical mode, is given in this Notice.

Procedure for Inspection of Documents:

19. 20. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Act, and the relevant documents referred to in the Notice will be available, electronically, for inspection by the Members during the AGM. All documents referred to in the Notice will also be available electronically for inspection without any fee by the Members from the

date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an e-mail to cs@krishcastrapping.com.

21. Members seeking any information with regard to the accounts or any matter to be considered at the AGM, are requested to write to the Company on or before Friday, 22nd September, 2023 to cs@krishcastrapping.com. The same will be replied by the Company suitably.

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

The remote e-voting period begins on Tuesday, the 26th September 2023 at 09:00 A.M. and ends on Thursday, 28th September, 2023 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Friday, 22nd September 2023, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Friday, 22nd September, 2023.

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

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

Step 1: Access to NSDL e-Voting system**A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

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

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

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

 App Store



 Google Play



Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.
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3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.
4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers

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

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

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

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

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

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

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

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

4. Your User ID details are given below :

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

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

- b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

- 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- 8. Now, you will have to click on "Login" button.
- 9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

- 1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and who's voting cycle and General Meeting is in active status.
- 2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer Mr. M. Sudhakar by e-mail to advocatesudha2015@gmail.com with a copy marked to evoting@nsdl.co.in. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on.: 022 - 4886 7000 and 022 - 2499 7000 or send a request to evoting@nsdl.co.in

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned

copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@krishcastrapping.com.

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@krishcastrapping.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.

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

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

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

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

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful

login, you can see link of “VC/OAVM” placed under “Join meeting” menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/ Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Members are encouraged to submit their questions in advance with regard to the financial statements or any other matter to be placed at this AGM, from their registered e-mail address, mentioning their name, DP ID and Client ID number/ folio number and mobile number, to reach the Company’s e-mail address at cs@krishcastrapping.com before 5.00 p.m. (IST) on Monday, September 25th 2023. Such queries will be appropriately responded by the Company
6. Shareholders who would like to express their views/ ask questions as a speaker at the Meeting may pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and

Client ID/ folio number, PAN and mobile number at cs@krishcastrapping.com. Pre-registration should be done between Saturday, September 23, 2023 (9:00 a.m. IST) and Wednesday, September 27, 2023 (5:00 p.m. IST)

Other Information:

As mandated by the Securities and Exchange Board of India (“SEBI”), securities of the Company can be transferred / traded only in dematerialised form. Members holding shares in physical form are advised to avail the facility of dematerialisation.

Members are requested to intimate/update changes, if any, in postal address, e-mail address, mobile number, PAN, nomination, bank details such as name of the bank and branch, bank account number, IFS Code etc through their Depository Participant.

Non-Resident Indian members are requested to inform the Company/ respective DPs immediately of change in their residential status on return to India for permanent settlement.

Members may please note that the Listing Regulations mandates transfer, transmission and transposition of securities of listed companies held in physical form shall be effected only in demat mode. Further, SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 has mandated the listed companies to issue securities in dematerialised form only while processing service requests, viz., issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/ exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates/folios; transmission and transposition. Accordingly, members are requested to make service requests for issue of duplicate securities certificate; claim from unclaimed suspense account; renewal/ exchange of securities certificate etc., by submitting a duly filled and signed Form ISR-4 along with requisite supporting documents to the RTA M/s. Purva Sharegistry India Private Limited at support@purvashare.com as per the requirement of the aforesaid circular.

Members are requested to address all correspondence, including voting by electronic means if any, E-Voting Partner / to the Registrar and Share Transfer Agents and/or to the Company.

1. National Securities Depository Limited (E-Voting Partner)

Contact Person: Ms. Prajakta Pawle

NSDL, 4th Floor, A' Wing, Trade World, Kamala Mills Compound,
Senapati Bapat Marg, Lower parel,
Mumbai 400 013
Ph: 022 - 4886 7000 and 022 - 2499 7000
Mail: evoting@nsdl.co.in

2. Purva Sharegistry India Private Limited (RTA)

Contact Person: Mr. Purva Shah

9 Shiv Shakti Industrial Estate,
J.R. Boricha Marg, Lower Parel (E),
Mumbai - 400011
Ph: +91- 8928652025
Mail: support@purvashare.com

3. Krishca Strapping Solutions Limited

Contact Person: Ms. Diya Venkatesan, Company Secretary

Building 1B, LOGOS Mappedu Logistics Park Satharai Village,
Thiruvallur-631203, Tamilnadu, India,
Ph: +91- 9094575375
Mail: cs@krishcastrapping.com

Details of the Directors retiring by rotation and seeking re-appointment / appointment at the Annual General Meeting pursuant to (i) Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standards on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India (ICSI) are as under:

1. Mr. Terli Venkata Shivaji (DIN:07159540)	
Age/DOB	50 Years / 24-08-1973
Qualifications	Commerce Graduate from Osmania University
Experience (including expertise in specific functional area) / Brief Resume	He has vast knowledge and experience in the Steel Strapping. He has played a key role in growth and development of the Company. Considering his experience and expertise, the Board of Directors of the Company felt that the remuneration package offered to him is fair, reasonable and also in line with the remuneration package prevailing in the industry.
Terms and Conditions of Re-appointment	In terms of Section 152(6) of the Companies Act, 2013, Mr. Terli Venkata Shivaji who was appointed as a Whole-Time Director is liable to retire by rotation and eligible for reappointment.
Remuneration (including sitting fees, if any) last drawn (FY 2022-23)	₹ 11.30 lakhs
Remuneration proposed to be paid	As per existing approved terms of appointment
Date of first appointment on the Board	July 01, 2022
Shareholding in the Company including shareholding as a beneficial owner as on March 31, 2023	NIL
Relationship with other Directors / Key Managerial Personnel	Nil

Number of meetings of the Board attended during the financial year 2022-23	16 out of 16 meetings held post his appointment
Directorships of other Boards as on March 31, 2023 (Indian Companies)	Nil
Membership / Chairmanship of Committees of other Boards as on March 31, 2023	Nil
Listed entities from which the Director has resigned in the past three years	Nil

Ms. Navaneethakrishnan Saraladevi (DIN:07941812)

Age	33 Years / 20-07-1990
Qualifications	MBA (Marketing) degree from Madurai Kamaraj University
Experience (including expertise in specific functional area) / Brief Resume	5 years of experience in Sales and Finance
Terms and Conditions of Re-appointment	In terms of Section 152(6) of the Companies Act, 2013, Ms. Navaneethakrishnan Saraladevi who was appointed as a Whole Time Director is liable to retire by rotation and eligible for reappointment.
Remuneration (including sitting fees, if any) last drawn (FY 2022-23)	₹ 4 lacs/-
Remuneration proposed to be paid	As per existing approved terms of appointment
Date of first appointment on the Board	December 12, 2022
Shareholding in the Company including shareholding as a beneficial owner as on March 31, 2023	43,17,000 equity shares of ₹10/- each
Relationship with other Directors / Key Managerial Personnel	Spouse of Mr. Lenin Krishnamoorthy Balamanikandan
Number of meetings of the Board attended during the financial year 2022-23	6 out of 6 meetings held post her appointment
Directorships of other Boards as on March 31, 2023	1
Membership / Chairmanship of Committees of other Boards as on March 31, 2023	Nil
Listed entities from which the Director has resigned in the past three years	Nil

STATEMENT PURSUANT TO SECTION 102(1) AND 110 OF THE COMPANIES ACT, 2013 ('ACT')

The following Statement sets out all material facts relating to Resolution No.4 mentioned in the accompanying Notice.

The Company being an SME listed on NSE EMERGE Platform, Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('SEBI Listing Regulations'), is not applicable at this juncture. Further it is highly unlikely that the value of the related party transaction contemplated herein exceeds the materiality threshold during FY 2023-24. However, the Company has decided to seek the shareholder

approval for this transaction considering the higher standard of corporate governance and transparency it follows while doing business.

In term of Regulation 23 of SEBI Listing Regulations as amended, any transactions with a related party shall be considered material, if the transaction(s) entered into/ to be entered into

individually or taken together with the previous transactions during a financial year exceeds ₹1,000 crore or 10% of annual consolidated turnover of the Company as per the last audited financial statements of the Company, whichever is lower, and shall require prior approval of shareholders by means of an ordinary resolution. The said limits are applicable, even if the transactions are in the ordinary course of business of the concerned company and at an arm's length basis..

Spyromax Industries Private Limited ('SIPL'), a Company in which a Director of the Company is interested is primarily engaged in the business of trading of materials required for sparkler and fireworks production units located at Sivakasi, Tamilnadu. SIPL with its trading office located in Sivakasi supplies a number of raw materials used by the firecracker production units in Sivakasi and has large number of clientele. As the firecracker production units prefer to source different raw materials required by them from a single source, SIPL with its range products could attract more customers. As the company is not in a position to provide any other products other than copper coated mild steel wire coils, it could not attract much customers. As SIPL deal with multiple products it become a key supplier attracting many firecracker production units as its customers. Further due to the unorganised nature of customers, it would be difficult to assess the customers credit worthiness increasing the chances of payment default. SIPL due to its wider distribution

network and increased the business share is able to have a better control over the payments from customers. The company has been able to realise the payments due from SIPL on time without any credit risk. By entering into transaction with SIPL, company could increase the business of copper coated mild steel wire coils and also mitigate the risk of any payment default arising out of dealing with multiple customers operating in an unorganised sector.. The aggregate value of the transactions to be entered into with SIPL during FY2023-24 is estimated to be a maximum of Rs.4 crore.

These transactions help in generating revenue and enhance business operations for each other. The Management has provided the Audit Committee with the relevant details, as required under law, of various proposed RPTs including material terms and basis of pricing. The Audit Committee, after reviewing all necessary information, has granted approval for entering into RPTs with SIPL for an aggregate value of up to Rs.4crore to be entered during FY2023-24. The Committee has noted that the said transactions will be on an arms' length basis and in the ordinary course of business of the Company.

Details of the proposed transactions with SIPL , being a related party of the Company, including the information pursuant to SEBI Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/2023/120 dated July 11, 2023 are as follows:

SN	Description	
1	Details of Summary of information provided by the Management to the Audit Committee	
A	Name of the related party and its relationship with the listed entity or its subsidiary, including nature of its concern or interest (financial or otherwise)	Spyromax Industries Private Limited ('SIPL') Ms. Navaneethkrishnan Saraladevi, Director and spouse of Mr.Lenin Krishnamoorthy Balamanikandan is a shareholder and Director of SIPL. and Mrs. Saravanakumar Ramya, relative of Ms. Navaneethkrishnan Saraladevi is a shareholder and Director of SIPL. .
B	Name of the director or key managerial personnel who is related, if any and nature of relationship	Further to the above, Ms. Navaneethkrishnan Saraladevi (DIN:07941812) is a Director and shareholder of SIPL. ,
C	Nature, material terms, monetary value and particulars of contracts or arrangement	The operational transaction involves of sale of goods to SIPL during FY 2023-24 aggregating up to Rs.4 crore.
D	Value of transaction	Up to Rs.4 crore
E	Percentage of annual consolidated turnover of the Company considering FY 2022-23 as the immediately preceding financial year	5.52%
2	Justification for the transaction	Detailed in the explanatory statement above
3	Details of transaction relating to any loans, inter-corporate deposits, advances or investments made or given by the listed entity or its subsidiary:	

i.	details of the source of funds in connection with the proposed transaction	Not applicable
ii	where any financial indebtedness is incurred to make or give loans, inter-corporate deposits, advances or investments - nature of indebtedness; - cost of funds; and - tenure	Not applicable
iii	applicable terms, including covenants, tenure, interest rate and repayment schedule, whether secured or unsecured; if secured, the nature of security	Not applicable
iv	the purpose for which the funds will be utilized by the ultimate beneficiary of such funds pursuant to the RPT	Not applicable
4	Any other information that may be relevant	All important information forms part of the statement setting out material facts, pursuant to Section 102(1) of the Companies Act, 2013 forming part of this Notice.

Arm's length pricing:

The related party transaction(s)/contract(s)/arrangement(s) mentioned in this proposal has not been evaluated by any external independent person. However, based on the management representation and the details provided to the Audit Committee, the Committee has confirmed that the proposed terms of the contract/agreement meet the arm's length testing criteria. The related party transaction(s)/contract(s) /arrangement(s) also qualifies as contract under ordinary course of business.

In terms of the provisions of the SEBI Listing Regulations, the related parties as defined thereunder (whether such related party(ies) is a party to the aforesaid transactions or not), shall not vote to approve resolution. .

Except Ms. Navaneethakrishnan Saraladevi (DIN:07941812), Mr. Lenin Krishnamoorthy Balamanikandan, Chairman & Managing Director (DIN: 07941696) and Mrs. Saravanakumar

Ramya, a relative of Ms. Navaneethakrishnan Saraladevi none of the Directors and/ or Key Managerial Personnel of the Company and/or their respective relatives are concerned or interested either directly or indirectly, in the Resolution mentioned at Item No. 4 of the Notice.

Basis the consideration and approval of the Audit Committee, the Board of Directors recommend the Ordinary Resolution forming part of Item No. 4 of the accompanying Notice to the shareholders for approval.

By Order of the Board of Directors

For **KRISHCA STRAPPING SOLUTIONS LIMITED**

Sd/-

LENIN KRISHNAMOORTHY BALAMANIKANDAN

Chairman & Managing Director

DIN: 07941696

Board's Report

Dear Members,

The Board of Directors have pleasure in presenting the 06th Annual Report of the Company along with audited financial statements for the financial year ended March 31, 2023.

1. FINANCIAL RESULTS

The Company's financial (Standalone) performance for the year ended March 31, 2023 is summarised below:

Particulars	(₹ In Lakhs)	
	2022-23	2021-22
Revenue From Operations	7230.43	1861.12
Other Income	10.96	10.59
Net Income	7241.39	1871.71
Profit before tax & Exceptional/Extraordinary Items	1175.72	171.72
Profit Before Tax	1175.72	171.72
Less: Tax Expenses		
-Current Tax	299.92	4.95
-Deferred Tax Liabilities/(Assets)	(58.45)	16.22
Profit After Tax	934.26	150.55

2. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK:

During the year, the total income of has increased to ₹7241.39 Lakhs as against ₹1871.71 Lakhs of the previous year. The profit after tax for the financial year 2022-23 has increased to ₹934.26 Lakhs as against ₹150.55 Lakhs in the previous financial year.

In spite of challenging business environment and unprecedented inflationary pressures coupled with supply chain constraints, the Company has registered robust growth during the year. Revenue from operations jumped by 288.50 %, EBITDA increased by 584.67% and Net Profit scaled by 520.55%. Adding more clients to the clientele list helped in increasing the sales volumes substantially.

The company has recently ventured into international business as part of balancing the geographic presence in the future which will reduce the risk of higher concentration of business from a particular country or region.

The Company has also identified promising areas which have the potential to scale up the revenue which includes the business opportunities from Government contracts.

The Company successfully completed its maiden IPO, which received an overwhelming response from the investors. This achievement demonstrates success and credibility of our business model and strategies.

A more detailed explanation on the business and the performance of the Company has been provided in the Management Discussion and Analysis Report, which is forming part of the Annual Report as Annexure– I.

3. DIVIDEND:

The Company is in the growth phase and expanding business activities. Thus, to fund the expansion projects, acquisition and to augment working capital requirements, your directors do not recommend any dividend for the financial year ended March 31, 2023.

To bring transparency in the matter of declaration of dividend and protect the interests of investors, the company had adopted a Dividend Policy since listing of its shares. The policy has been displayed on the Company's website at link <https://Krishcastrapping.com>

In the absence of any declaration of dividend in the past, the Company does not have any unpaid/unclaimed dividend coming under the purview of Section 124(5) of the Act to be transferred to Investors Education and Protection Fund ("IEPF") of the Central Government.

4. TRANSFER TO RESERVES

There is no amount proposed to be transferred to reserves during the year under review.

5. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There have been no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report, which forms part of this report.

6. CHANGE IN STATUS OF THE COMPANY

The Company was converted into a Public Limited Company pursuant to approval of the Shareholders at an Extraordinary General Meeting held on December 12, 2022 and consequently, the name of our Company was changed to "Krishca Strapping Solutions Limited" and a Fresh Certificate of Incorporation consequent upon conversion from Private Company to Public Company was issued by Registrar of Companies, Chennai dated December 29, 2022 with Corporate Identification Number U74999TN2017PLC119939.

7. CHANGE IN THE NATURE BUSINESS

There has been no change in the nature of business of the Company in the Financial Year under review.

8. CHANGE IN CAPITAL STRUCTURE

During the year, the Authorised Share Capital of the company has been increased from Rs. 5 (Five) Crores divided into 50,00,000 equity shares of Rs.10 each to Rs. 10 (Ten) Crores divided into 1,00,00,000 equity shares of Rs.10 each. The Authorised Share Capital has further increases to Rs. 10 (Ten) Crores divided into 1,00,00,000 equity shares of Rs.10 each to Rs. 15 (Fifteen) Crores divided into 1,50,00,000

equity shares of Rs.10 each. Consequential amendments were made in the Memorandum and Articles of Association of the Company.

During the year, the issued, subscribed & paid up Equity Share Capital has increased from Rs. 5,00,00,000 (Five Crore) divided into 50,00,000 equity shares of Rs.10 each to Rs. 8,75,00,000 (Eight Crore Seventy Five Lakhs) divided into 87,50,000 (Eighty Seven Lakhs fifty Thousand) Equity Shares of Rs.10/-each as on 31st March,2023.

9. ISSUE OF SHARES, INCLUDING DISCLOSURE ABOUT ESOP AND SWEAT EQUITY SHARE:

a. BUY BACK OF SECURITIES: The Company has not bought back any of its securities during the year under review.

b. SWEAT EQUITY: The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES: During the year, the Company has issued bonus shares to its shareholders, in the ratio of 3 : 4, i.e., Three (03) shares of Rs.10/- for every Four (04) existing equity shares by capitalizing a sum of Rs.3,75,00,000/- (Rupees Three Crores Seventy Five Lakhs only) out of Rs.4,00,00,000/- (Rupees Four Crores Only) standing to the credit of free reserves as on February 15, 2023 by issuing 37,50,000 equity shares of Rs.10/- each as fully paid-up to the eligible shareholders..

d. EMPLOYEES STOCK OPTION PLAN: The Company has not provided any Stock Option Scheme to the employees.

e. INITIAL PUBLIC OFFER ("IPO"): After the closing of the financial year, your Company has issued a Prospectus dated 22nd May, 2023 as part of raising capital from the public through an IPO. The offer to the public consisted of fresh issue of shares to the tune of 33,20,000 Equity Shares of face value of Rs. 10/- each. The Company raised Rs. 17,928 Lakhs through IPO wherein 33,20,000 Equity Shares of face value of Rs. 10/- each, issued at a price of Rs. 54/- per share (including a share premium of Rs. 44/- per equity share was offered to the public for subscription. The issue

witnessed unprecedented demand from the public where the IPO was oversubscribed by 384.29 times. Post allotment of shares issued through IPO, the paid up share capital of the Company has been increased from Rs.8,75,00,000/- consisting of 87,50,000 Equity Shares to Rs.12,07,00,000/- consisting of 1,20,70,000 Equity Shares May 02, 2023. The equity shares got listed on May 26, 2023 on the SME Platform of National Stock Exchange of India Limited viz., NSE EMERGE.

f. ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS AS TO DIVIDEND, VOTING OR OTHERWISE:-

The Company has not issued any equity shares with differential rights as to dividend, voting or otherwise.

g. ISSUE OF SHARES (INCLUDING SWEAT EQUITY SHARES) TO EMPLOYEES OF THE COMPANY UNDER ANY SCHEME:

The Company has not issued any shares (including sweat equity shares) to employees of the Company under any scheme.

10. UTILIZATION OF FUNDS RAISED THROUGH PUBLIC ISSUE

The Company had raised funds through Initial Public Offer (IPO) during May 2023 where the equity shares are listed on EMERGE Platform of National Stock Exchange of India Ltd. The proceeds of aforesaid issue is being utilized, for the purpose for which it was raised by the Company in accordance with the terms of the issue. As on date of this report there was no deviation(s) or variation(s) in the utilization of public issue proceeds from the objects as stated in the prospectus dated May 22, 2023

11. PUBLIC DEPOSITS

The Company has not accepted any deposits from public falling within the ambit of section 73 and Section 76 of the Act, read with the Companies (Acceptance of Deposits) Rules, 2014. Hence, no disclosure is required under Rule 8(5)(v) and (vi) of the Companies (Accounts) Rules, 2014.

12. BORROWINGS

As on March 31, 2023, an amount of ₹1209.33 Lakhs was outstanding towards borrowings, which comprises of both secured and unsecured loans.

13. SECRETARIAL STANDARDS

The Company is in compliance with the applicable Secretarial Standards i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively issued by the Institute of Company Secretaries of India ('ICSI') and approved by the Central Government under Section 118 (10) of the Act for the Financial Year ended 2022-23.

14. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(3)(c) of the Companies Act, 2013, with respect to Directors' Responsibility Statement it is hereby confirmed that:

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

15. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED UNDER SECTION 186 OF THE ACT

The Company has not given any Loans, made any Investments, given any Guarantees and provided any Securities during the Financial Year under Section 186 of the Act.

16. CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES UNDER SECTION 188(1) OF THE ACT

With reference to Section 134(3)(h) of the Act, all contracts, and arrangements with related parties under Section 188(1) of the Act, entered by the Company during the financial year, were approved by the Audit Committee and wherever required, also by the Board of Directors. No contract or arrangement required approval of shareholders by a

resolution. Further, during the year, the Company had not entered into any contract or arrangement with related parties which could be considered 'material' (i.e. transactions entered into individually or taken together with previous transactions during the financial year, exceeding rupees one thousand crore or ten percent of the annual consolidated turnover as per the last audited financial statements of the Company, whichever is lower) according to the policy of the Company on materiality of Related Party Transactions.

The Company had not entered into any contract / arrangement / transaction with related parties which is required to be reported in Form No. AOC-2 in terms of Section 134(3)(h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014, hence the disclosure under Form AOC-2 is not applicable to the Company.

You may refer to Related Party transactions in Note No. 22 of the Standalone Financial Statements for more details.

17. ANNUAL RETURN

Pursuant to the provisions of Section 92(3) and Section 134(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the Annual Return of the Company as on 31st March, 2023 is available on the Company's website and can be accessed at <https://Krishcastrapping.com>

18. BOARD OF DIRECTORS

Composition of the Board as at March 31, 2023, company's Board consists of 08 members. Besides the Chairman, who is an Executive Promoter Director, the Board comprises of one Executive Promoter Director (Woman Executive Director), one Executive Director and Two Non-Executive Non-Independent Directors and three Non-Executive Independent Directors. Brief profile of Directors is available at Company's website at <https://Krishcastrapping.com>. The composition of the consists of a combination of Executive and Non-Executive Directors and not less than 1/3rd of the Board comprising of Independent Directors.

19. NUMBER OF BOARD MEETINGS AND ATTENDANCE OF DIRECTORS

During the Financial Year 2022-23, the Company held 18 (Eighteen) board meetings of the Board of Directors as per Section 173 of Companies Act, 2013, viz 30th April, 2022, 20th June, 2022, 21st July, 2022, 01st August, 2022, 19th September, 2022, 20th September, 2022, 07th October, 2022, 14th October, 2022, 22nd November, 2022, 30th November, 2022, 06th December, 2022, 09th December, 2022, 31st December, 2022 (two meetings), 16th February, 2023, 20th February, 2023, 27th February, 2023 and 03rd March 2023., The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings.

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

S NO	DIRECTOR	DESIGNATION	NO. OF MEETING ENTITLED	NO. OF MEETING ATTENDED
1	Mr. Lenin Krishnamoorthy Balamanikandan	Chairman & Managing Director	18	18
2*	Mrs. Saravanakumar Ramya	Non-Executive Director	18	18
3	Mr. Achaya Kumarasamy	Non-Executive Director	6	6
4	Mr. Terli Venkata Shivaji	Whole Time Director	16	16
5	Mrs. Navaneethakrishnan Saraladevi	Non-Executive Non Independent Director	6	6
6	Mr. Rajinikanth	Independent Director	6	6
7	Mr. Tom Antony	Independent Director	6	6
8	Mr. Vengarai Seshadri Sowrirajan	Independent Director	6	6

*Mrs. SaravanaKumar Ramya, Non- Executive Director resigned from the Board w.e.f 24.04.2023

Detailed agenda with explanatory notes and all other related information is circulated to the members of the Board in advance of each meeting. Detailed presentations are made to the Board covering all major functions and activities. The requisite strategic and material information is made available to the Board to ensure transparent decision making by the Board

The Company did not have any pecuniary relationship or transactions with the Non-Executive Directors of the Company other than payment of the sitting fees for attending meetings. During FY 2022-23, the Company did not advance any loan to any of its Directors. Further, no

loans and advances in the nature of loans to firms/companies in which directors are interested was given by the Company and its subsidiaries.

The Non-Executive Directors including Independent Directors are entitled for sitting fees for attending meetings of the board/committees thereof. The Company pays sitting fees of Rs.20,000/- per meeting to its Non-Executive Independent Directors and Non-executive directors who are not forming part of promoter/promoter group for attending the meetings of Board and Committees.

Remuneration of the executive directors consists of a salary and other benefits. The Nomination and Remuneration Committee makes annual appraisal of the performance of the Executive Directors based on a detailed performance evaluation, and recommends the compensation payable to them, within the parameters approved by the shareholders, to the Board for their approval.

20. DIRECTORS AND KEY MANAGERIAL PERSONNEL

In accordance with the provisions of Section 152 of the Companies Act, 2013, and the Articles of Association of the Company, Mr. **Terli Venkata Shivaji** (DIN: **7159540**) and Ms. Ms.Navneethakrishnan Saraladevi (DIN: 07941812), Directors of the Company, retire by rotation at the ensuing Annual General Meeting. The Board of Directors, on the recommendation of the Nomination and Remuneration Committee, has recommended their re-appointment. Details of the Directors retiring by rotation and seeking re-appointment have been furnished in the explanatory statement to the notice of the ensuing AGM.

The following are the changes in the Board of Directors/KMPs of the Company during the year under review:

Name	DIN/PAN	Particulars	Effective Date/ Appointment/ Resignation
Mr.Achaya Kumarasamy	8308421	Resigned	20/06/22
Mr.Terli Venkata Shivaji	7159540	Appointed as Additional/Whole-time Director	01/07/22
		Regularisation of the appointment	30/09/22
		Variation of Terms of Appointment	12/12/22
Mr.Lenin Krishnamoorthy Balamanikandan	7941696	Change of Designation as Chairman & Managing Director	01/10/22
		Re-appointed as Chairman & Managing Director	12/12/22
Ms.Navaneethakrishnan .Saraladevi	7941812	Appointed as Whole-Time Director and CFO	12/12/22
Mr. Rajinikanth	3552481	Appointed as Non-executive Independent Director	12/12/22
Mr. Tom Antony	1413738	Appointed as Non-executive Independent Director	12/12/22
Mr. Vengarai Seshadri Sowrirajan	434044	Appointed as Non-executive Independent Director	12/12/22
Mr.Achaya Kumarasamy	8308421	Appointed as Non-executive Non-Independent Director	12/12/22
Ms.Diya Venkatesan	ANPPV6620F	Appointed as Company Secretary & Compliance Officer & KMP	06/01/23

The Board of Directors of the company are of the opinion that all the Independent Directors of the company appointed / re-appointed during the year possess impeccable integrity, relevant expertise and experience required to best serve the interests of the company

21. AUDITORS AND AUDITORS' REPORT

A. STATUTORY AUDITORS AND THEIR REPORT

During the year under review, pursuant to the provisions of Section 139 of the Act and Rules made thereunder, M/s. L. U. Krishnan & Co, Chartered Accountants, (FRN:001527S) were appointed as Statutory Auditors of the Company for a term of five consecutive years, to hold office from the conclusion of the fifth (05th) AGM held on September 30, 2022 until the conclusion of Tenth (10th) AGM of the Company to be held in the calendar year 2027. The Auditors have also confirmed that they have subjected themselves to the peer review process of Institute of Chartered Accountants of India (ICAI) and hold a valid certificate issued by the Peer Review Board of the ICAI.

M/s. L. U. Krishnan & Co, Chartered Accountants, have submitted their Report on the Financial Statements of the Company for the FY 2022-23, which forms part of the Annual Report 2022- 23. There are no observations (including any qualification, reservation, adverse remark or disclaimer) of the Auditors in the Audit Reports issued by them which call for any explanation/comment from the Board of Directors.

B. COST RECORDS AND COST AUDIT

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 are not applicable to the company for the period under review.

C. SECRETARIAL AUDITOR

For the financial year 2022-23, the company does not come under the categories of companies which require mandatory secretarial audit. Accordingly, no secretarial audit report attached with this Report. However, for the financial year 2023-24, as the company falls under the categories of companies which need to undergo secretarial audit, the Board has appointed M/s. Rabi Narayan & Associates, Company Secretaries (unique Identification No.S2000TN667800), as Secretarial Auditors of the Company for the financial year 2023-24. They have confirmed that they are eligible for the said appointment.

22. INTERNAL FINANCIAL CONTROL SYSTEM

The Company has put in place an effective internal control system to synchronise its business processes, operations, financial reporting, fraud control, and compliance with

extant regulatory guidelines and compliance parameters. The Company ensures that a standard and effective internal control framework operates throughout the organisation, providing assurance about the safekeeping of the assets and the execution of transactions as per the authorisation in compliance with the internal control policies of the Company.

The internal control system is supplemented by extensive internal audits, regular reviews by the management, and guidelines that ensure the reliability of financial and all other records. The management periodically reviews the framework, efficacy, and operating effectiveness of the Internal Financial Controls of the Company.

The Internal Audit reports are periodically reviewed by the Audit Committee. The Company has, in material respects, adequate internal financial control over financial reporting, and such controls are operating effectively. Internal Audits are carried out to review the adequacy of the internal control systems and compliance with policies and procedures. Internal Audit areas are planned based on inherent risk assessment, risk score, and other factors such as probability, impact, significance, and strength of the control environment. Its adequacy was assessed, and the operating effectiveness was also tested.

23. COMPLIANCE TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION, AND REDRESSAL) ACT, 2013 READ WITH THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION, AND REDRESSAL) RULES, 2013.

The Company has zero tolerance for sexual harassment at workplace and has a mechanism in place for prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The Company is committed to provide equal opportunities without regard to their race, caste, sex, religion, color, nationality, disability, etc. All employees are treated with dignity with a view to maintain a work environment free of sexual harassment whether physical, verbal or psychological. All employees (permanent, contractual, temporary, trainees) are covered.

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. An Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment at workplace. During the year under review, Company has not received any complaints

on sexual harassment and hence there are no complaints pending as on the end of the Financial Year 2022-23 on sexual harassment

24. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERNS STATUS AND COMPANY'S OPERATIONS IN FUTURE

The Company has not received any significant or material orders passed by any regulatory authority, court or tribunal which shall impact the going concern status and Company's operations in future.

25. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), is presented in a separate section, forming part of the Annual Report.

26. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT

The Statutory Auditors, Cost Auditors or Secretarial Auditors of the Company have not reported any frauds to the Audit Committee or to the Board of Directors under section 143(12) of the Act, including rules made there under.

27. CORPORATE SOCIAL RESPONSIBILITY (CSR)

There was no obligation for the company to spent any amount towards CSR during the financial year 2022-23 as the criteria prescribed Section 135 of the Companies Act, 2013 in respect of mandatory CSR spent was not applicable to the company. Accordingly, separate disclosure in terms of Section 135 of the Companies Act, 2013 read with The Companies (Corporate Social Responsibility Policy) Rules, 2014, Rule 9 of the Companies (Accounts) Rules 2014 and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, has not been provided in the annual report on Corporate Social Responsibility activities of the Company. However, considering that during the financial year 2022-23, the profit of the company has surpassed the threshold of Rs.5 crores prescribed for mandatory CSR expenditure, the company has formed a Corporate Social Responsibility Committee ("CSR Committee") in compliance with Section 135 of the Companies Act, 2013 read with the Rules made thereunder to oversee the CSR activities and adopted a CSR policy as part of implementing CSR activities during the financial year 2023-24.

28. RISK MANAGEMENT

Pursuant to provisions of Section 134(3)(n) of the Companies Act, 2013 and Regulation 17(9) & 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has constituted the Risk Management Committee and laid down a framework to inform the Board about the particulars of Risks Identification, Assessment and Minimization Procedures. In the opinion of the Board, there is no such risk, which may threaten the existence of the Company.

During the year, such controls were tested and no material discrepancy or weakness in the Company's internal controls over financial reporting was observed.

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

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are provided in Annexure II to this Report.

30. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Board, based on the recommendation of the Nomination and Remuneration Committee, has framed a policy for the selection and appointment of Directors and Senior Management Personnel and their remuneration. The Company's policy relating to the Directors appointment, payment of remuneration and discharge of their duties is available on the website of the Company at <https://Krishcastrapping.com>.

31. PARTICULARS OF EMPLOYEES

Employee relations continued to be cordial during the year under review. The Company continued its thrust on Human Resources Development

Disclosures required under the provisions of Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, containing, inter-alia, the ratio of remuneration of Directors to median remuneration of employees, percentage increase in the median remuneration, are annexed to this Report as Annexure-III.

A statement containing the particulars of the top ten employees and the employees drawing remuneration in

excess of limits prescribed under Section 197(12) of the Act, read with Rules 5(2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is an annexure forming part of this Report. In terms of the proviso to Section 136(1) of the Act, the Report and Accounts are being sent to the Members excluding the aforesaid annexure. The said statement is kept open for inspection during working hours at the Registered Office of the Company. Any member who is interested in obtaining these, may write to the Company Secretary at the Registered Office of the Company.

32. PARTICULARS OF HOLDING, SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE

Your Company does not have any Holding, Subsidiary, Joint venture or Associate Company as on March 31, 2023. During the Financial Year under review, there are no companies which has become or ceased to be Subsidiary, Joint Venture/ Associate Companies.

However, as part of the expansion of the business of the company to overseas market, your company has incorporated a subsidiary viz Krishca Total Packaging Solutions FZCO on August 30, 2023 in UAE. The Company is yet to start its operations.

33. RECEIPT OF REMUNERATION OR COMMISSION BY THE MANAGING / WHOLE TIME DIRECTOR FROM ITS HOLDING OR SUBSIDIARY COMPANY

The Company does not have any Holding or Subsidiaries Company as on 31st March 2023. Hence reporting under this clause is not required to be provided

34. BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT (BRSR):

The Business Responsibility and Sustainability Report pursuant to Regulation 34(2)(f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not applicable to the Company for the financial year ended on 31st March, 2023.

35. CORPORATE GOVERNANCE

The Equity Shares of the Company are listed on the SME platform (NSE-merge) of NSE Limited. Pursuant to Regulation 15(2) SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 the compliance with the Corporate Governance provision as specified in Regulation 17 to 27 and clause (b) to (i) of sub regulations (2) of regulation 46 and par as C, D and E of Schedule V of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015 shall not apply. The Company voluntarily

adopted various practices of governance conforming to highest ethical and responsible standards of business and is committed to focus on long term value creation for its shareholders. The Corporate Governance practices followed by the Company is included as part of this Report.

36. COMMITTEES OF THE BOARD

As on March 31, 2023, the company has five Board level committees:

- A) Audit Committee
- B) Nomination and Remuneration Committee
- C) Stakeholders Relationship Committee
- D) Risk Management Committee

The composition of various Committees of the Board of Directors is available on the website of the Company. The Board is responsible for constituting, assigning, co-opting and fixing the terms of reference of various committees. Details on the role and composition of these committees, including the number of meetings held during the financial year and the related attendance are provided below.

A. AUDIT COMMITTEE

The Audit Committee was constituted at the Board meeting held on December 31, 2022 pursuant to Section 177 of the Companies Act, 2013. During the Financial Year 2022-23, the Company held 01 (one) Audit Committee meeting on December 31, 2022 .

The composition of the Committee as on March 31, 2023 and the details of meetings attended by its members during the financial year 2022-23 are given below:

S No	Director	Designation	No. of Meeting Entitled	No. of Meeting Attended
1	Mr.Rajinikanth E S (DIN:03552481)	Chairman	1	1
2	Tom Antony (DIN:01413738)	Member	1	1
3	V.S.Sowrirajan (DIN:00434044)	Member	1	1

All recommendations of Audit Committee during the year under review were accepted by the Board of Directors. The Company Secretary acted as the secretary of the Committee. The role and terms of reference of the Committee are in consonance with the requirements

mandated under Section 177 of the Companies Act, 2013 and Listing Regulations and is available on the website of the Company at <https://krishcastrapping.com>

B. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee was constituted at a meeting of the Board of Directors held on December 31, 2022. During the Financial Year 2022-23, the Company held 01 (One) Nomination and Remuneration Committee meeting on December 31, 2022

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

S No	Director	Designation	No. of Meeting Entitled	No. of Meeting Attended
1	Tom Antony (DIN:01413738)	Chairman	1	1
2	Mr.Rajinikanth E S (DIN:03552481)	Member	1	1
3	V.S.Sowrirajan (DIN:00434044)	Member	1	1

The Company Secretary acted as the secretary of the Committee. The role and terms of reference of the Committee are in consonance with the requirements mandated under Section 178 of the Companies Act, 2013 and Listing Regulations and is available on the website of the Company at <https://krishcastrapping.com>.

C. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee has been formed by the Board of Directors, at the meeting held on December 31, 2022. During the Financial Year 2022-23, the Company held 01 (One) Stakeholders' Relationship Committee meeting on December 31, 2022.

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

S No	Director	Designation	No. of Meeting Entitled	No. of Meeting Attended
1	Tom Antony (DIN:01413738)	Chairman	1	1
2	Mr.Rajinikanth E S (DIN:03552481)	Member	1	1
3	V.S.Sowrirajan (DIN:00434044)	Member	1	1

The Company Secretary acted as the secretary of the Committee. The role and terms of reference of the Committee are in consonance with the requirements mandated under Section 178 of the Companies Act, 2013 and Listing Regulations and is available on the website of the Company at <https://krishcastrapping.com>.

D. RISK MANAGEMENT COMMITTEE

The Risk Management Committee has been formed by the Board of Directors, at the meeting held on December 31, 2022. During the Financial Year 2022-23, the Company held 01 (One) Risk Management Committee meetings, viz December 31, 2022.

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

S No	Director	Designation	No. of Meeting Entitled	No. of Meeting Attended
1	Tom Antony (DIN:01413738)	Chairman	1	1
2	Mr.Rajinikanth E S (DIN:03552481)	Member	1	1
3	V.S.Sowrirajan (DIN:00434044)	Member	1	1

The Company Secretary acted as the secretary of the Committee. The Risk Management policy of the Company is available on the website of the Company at <https://krishcastrapping.com>.

37. DECLARATION BY INDEPENDENT DIRECTORS

The Independent Directors have confirmed that they meet the criteria of independence laid down under Section 149(6) read with Schedule IV of the Act and Regulation 16(1)(b) of the Listing Regulations and that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. The board of directors have taken on record the declaration and confirmation submitted by the independent directors after undertaking due assessment of the veracity of the same and is of the opinion that they fulfil the conditions specified in the Act and the Listing Regulations and that they are independent of the management.

38. FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Independent Directors have been updated with their roles, rights and responsibilities in the Company by specifying them in their appointment letter along

with necessary documents, reports and internal policies to enable them to familiarise with the Company's procedures and practices. The Company endeavors, through presentations at regular intervals to familiarize the Independent Directors with the strategy, operations and functioning of the Company.

The details of such familiarization programmes for Independent Directors are posted on the website of the Company and can be accessed at <https://krishcastrapping.com>.

39. TERMS AND CONDITIONS OF APPOINTMENT OF INDEPENDENT DIRECTORS

The terms and conditions of appointment of Independent Directors have been disclosed on the website of the Company <https://krishcastrapping.com>.

40. SEPARATE MEETING OF INDEPENDENT DIRECTORS

Independent Directors of the Company met separately on March 24, 2023 without the presence of Non-Independent Directors and members of Management. In accordance with the provisions under Section 149 and Schedule-IV of the Act, following matters were, inter alia, reviewed and discussed in the meeting:

- i) Performance of Non-Independent Directors and the Board of Directors as a whole;
- ii) Performance of the Chairman of the Company taking into consideration the views of Executive and Non-Executive Directors;
- iii) Assessment of the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties

All the Independent Directors were present at the meeting.

41. PERFORMANCE EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS INCLUDING INDEPENDENT DIRECTORS

Pursuant to applicable provisions of the Act and the Listing Regulations, the Board, in consultation with its Nomination and Remuneration Committee, has formulated a framework containing, inter-alia, the criteria for performance evaluation of the entire Board of the Company, its Committees and individual directors, including Independent Directors. The framework is monitored, reviewed and updated by the Board, in consultation with the Nomination and Remuneration Committee, based on need and new compliance requirements.

42. VIGIL MECHANISM AND WHISTLE-BLOWER POLICY

The Company has established a vigil mechanism and accordingly framed a Whistle Blower Policy in accordance with the provisions of Regulation 22 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Rule 7 of the Companies (Meeting of the Board and its Power) Rules 2014. The policy enables directors, employees and business associates to report unethical behavior, malpractices, wrongful conduct, fraud, violation of Company's code of conduct, leak or suspected leak of unpublished price sensitive information without fear of reprisal for appropriate action. Under the vigil mechanism, all directors, employees, business associates have direct access to the Chairman of the Audit committee. The whistle blower policy can be accessed at <https://krishcastrapping.com>.

43. CODE FOR PREVENTION OF INSIDER-TRADING

Post listing of equity shares of the company, in accordance with SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has in place the following:-

- a) Code of Conduct for Prevention of Insider Trading and Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPS).
- b) Policy for determination of "legitimate purposes" forms part of this Code.
- c) Policy and procedures for inquiry in case of leak of UPSI/ suspected leak of UPSI

All compliances relating to Code of Conduct for Prevention of Insider Trading which includes maintenance of structural digital data base (SDD) are being managed through a software installed by the Company in-house including maintenance structural digital data base (SDD). This code lays down guidelines advising the designated employees and other connected persons, on procedures to be followed and disclosures to be made by them while dealing with the shares of the company, and while handling any unpublished price sensitive information.

44. CODE OF CONDUCT

Commitment to ethical professional conduct is a must for every employee including Board members and senior management personnel of the company. The duties of Directors including duties as an Independent Director as laid down in the Act also forms part of the Code of Conduct. The Code of Conduct is available on the website of the Company <https://krishcastrapping.com>. All Board members and senior management personnel affirm compliance with the Code of Conduct annually.

45. POLICIES OF THE COMPANY

The Company is committed to a good corporate governance and has consistently maintained its organizational culture as a remarkable confluence of high standards of professionalism and building shareholder equity with principles of fairness, integrity and ethics. The Board of Directors of the Company have from time to time framed and approved various Policies as required by the Companies Act, 2013 read with the Rules issued thereunder and the Listing Regulations. These Policies and Codes are reviewed by the Board and are updated, if required. The aforesaid policies can be accessed at <https://krishcastrapping.com>.

46. REGISTRAR AND TRANSFER AGENT (RTA)

During the year as part of listing of its shares on the Stock Exchange, the Company appointed Purva Share Registry (India) Private Limited as its RTA. Details of the RTA are given below

Purva Share Registry (India) Private Limited

CIN: U67120MH1993PTC074079

No 9, Shiv Shakti Industrial Estate

Mumbai - 400011, Maharashtra, India

47. LISTING

The equity shares of the Company are listed at the EMERGE Platform on NSE under Stock Code- KRISHCA with effect from May 26, 2023.

48. DEMATERIALISATION OF SHARES

During the year under review, the Company has entered into tripartite agreements for dematerialization of equity shares with the Purva Share Registry (I) Private Limited, National Securities Depository Limited and Central Depository Services (India) Limited. As on March 31, 2023, the shares of the Company held in demat form represents 100% of the total issued and paid-up capital of the Company.

The Company ISIN No. is INE0NR701018.

49. POSTAL BALLOT

During the year under review, no resolution was passed through postal ballot.

50. SCORES

SEBI processes investor complaints in a centralized web-based complaints redressal system i.e. SCORES. Through

this system a shareholder can lodge complaint against a company for his grievance. The company uploads the action taken on the complaint which can be viewed by the shareholder. The company and shareholder can seek and provide clarifications online through SEBI.

51. RECONCILIATION OF SHARE CAPITAL AUDIT

Post listing of company's shares, pursuant to Regulation 76 of Securities and Exchange Board of India (Depositories Participants) Regulations, 2018 [erstwhile SEBI circular No. D&CC /FIT TC/CIR-16/2002 dated December 31, 2002 read with Securities and Exchange Board of India (Depositories Participants) Regulations, 1996], a Company Secretary in Practice carries out audit of Reconciliation of Share Capital on quarterly basis to reconcile the total admitted equity share capital with the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) and the total issued and listed equity share capital. The audit report confirms that the total issued/paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL. The said report, duly signed by practicing company secretary is submitted to stock exchanges where the securities of the company are listed within 30 days of the end of each quarter and this Report is also placed before the Board of Directors of the company

52. CREDIT RATING

There were no instances during the year which requires the company to obtain credit rating from any credit rating agencies.

53. DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

The Company has not made any application or no proceeding is pending under the Insolvency and Bankruptcy Code, 2016 during the Financial Year and hence not being commented upon.

54. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL

INSTITUTIONS ALONG WITH THE REASONS THEREOF.

During the Financial Year under review, there has been no incident of one time settlement for loan taken from the banks of financial institutions and hence not being commented upon

55. GREEN INITIATIVES

In commitment to keeping in line with the Green Initiative and going beyond it to create new green initiations, an electronic copy of the Notice of the 7th Annual General Meeting of the Company along with a copy of the Annual Report is being sent to all Members whose email addresses are registered with the Company/ Depository Participant(s) and will be also available at the Company's website at <https://krishcastrapping.com>.

56. INVESTOR GRIEVANCE REDRESSAL

During the period since listing of shares of the company to the date of this report, there were no complaints received from the investors. The designated email id for Investor complaint is cs@krishcastrapping.com.

57. COMPLIANCE OFFICER DETAILS AND ADDRESS FOR CORRESPONDENCE

Ms. Diya Venkatesan,
 Company Secretary & Compliance Officer
 Registered office :Building 1B, LOGOS
 Mappedu Logistics Park Satharai Village, Thiruvallur-631203,
 Tamilnadu, India,
 Contact No. +91 90945 75375;
 E-mail: cs@krishcastrapping.com

58. BUSINESS LOCATIONS

As on March 31, 2023, the company has its place of business (Factory Unit) in the following location;

THIRUVALLUR, TAMILNADU	Building 1B, LOGOS Mappedu Logistics Park, Satharai Village, Thiruvallur-631203, Tamilnadu, India,
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59. ACKNOWLEDGEMENT

The Board of Directors would like to express their sincere appreciation for the assistance and co-operation received from the government and regulatory authorities, stock exchange, financial institutions, banks, business associates, customers, vendors, members, for their co-operation and support and looks forward to their continued support in future. The Board of Directors wish to place on record its deep sense of appreciation for the committed services by all the employees of the Company.

For and on behalf of the Board
 For **KRISHCA STRAPPING SOLUTIONS LIMITED**

Sd/-

**LENIN KRISHNAMOORTHY
 BALAMANIKANDAN**

Chairman & Managing Director

DIN: 07941696

Date: 04/09/2023

ANNEXURE I TO THE BOARDS' REPORT

Management Discussion and Analysis of Financial Condition and Results of Operation

This chapter on Management's Discussion and Analysis ("MD&A") is to provide the stakeholders with a greater understanding of the Company's business, the Company's business strategy and performance, as well as how it manages risk and capital.

The following management discussion and analysis is intended to help the reader to understand the results of operation, financial conditions of Krishca Strapping Solutions Limited.

1. OVERVIEW

The objective of this report is to convey the Management's perspective on the external environment and steel industry, as well as strategy, operating and financial performance, material developments in human resources and industrial relations, risks and opportunities and internal control systems and their adequacy in the Company during FY2022-23. This should be read in conjunction with the Company's financial statements, the schedules and notes thereto and other information included elsewhere in this Integrated Report and Annual Accounts 2022-23.

2. ECONOMIC OVERVIEW

2.1 GLOBAL ECONOMIC OVERVIEW

Amidst a year marked by overlapping challenges such as the Russia-Ukraine conflict, intermittent shutdowns in China due to the continued spread of multiple variants of COVID-19, high inflation, and consequent monetary policy tightening, the global economy demonstrated remarkable resilience and positive signs of recovery. During 2022, global real GDP experienced robust growth of 3.4%, surpassing expectations. Notably, growth in several major economies was stronger than anticipated, with the reopening of the economy in China and resilient consumption in US. Emerging and developing economies successfully navigated challenges driven by fiscal support and domestic consumption.

"The Indian Economy achieved a growth of 7.2%, beating projections of the RBI, in FY 2022-23. Overall, India continues to have a fundamentally sound growth story. India is now the fastest-growing economy among major economies"

The easing of supply chain bottlenecks, the fall in transportation costs, and the reopening of China's economy created favourable conditions for key sectors of the global economy to rebound. The supply chain shocks in energy and food markets caused by the Russia-Ukraine conflict are receding. Simultaneously, the synchronous tightening of monetary policy by most central banks is starting to bear fruit, with inflation moving back toward targeted levels. Inflation has already reached its peak in the United States and Europe in early 2023, and it has started to decline in other significant economies, such as Japan, China, and India. Inflation in the US peaked at 8% in 2022 and is likely to taper down to 4.7% in 22-23 as both fuel and consumer price inflation subsides. The Eurozone also experienced inflation of 8.4% in 2022 and is likely to almost halve to 4.5% in 2023.

2.2 ADVANCED ECONOMIES (AE)

Growth in Advanced Economies is estimated to have grown by 2.7% in 2022, supported by resilient labour markets and robust consumption expenditure. In the US, the economy expanded by 2.1% and made significant progress in reaching pre-COVID levels across key economic indicators. The Euro area demonstrated even more robust growth, with GDP increasing by 3.5%. This growth was attributed to favourable factors such as lower natural gas prices and accommodative fiscal policies benefiting both businesses and households. However, growth rates are expected to taper as the headwinds of continued conflict between Russia-Ukraine and the slowdown in China weighs on the economic recovery globally.

2.3 EMERGING MARKET AND DEVELOPING ECONOMIES (EDME)

Emerging Market and Developing Economies experienced steady growth and are estimated to have grown by 4.0% in 2022. Economic prospects are on average stronger than for advanced economies, but these prospects vary more widely across regions. The reopening of the domestic economy in growth in China and the resilience of Advanced Economies provided external demand support for many countries, contributing to their positive economic performance. Notably, China has

announced a GDP growth target of ~5% for 2023. The Chinese economy grew at 4.5% and 6.3% in the first and second quarters of 2023 respectively. The country is likely to surpass its target growth by a healthy margin as per various estimates by IMF, World Bank, and others. Additionally, the Chinese government's emphasis on implementing policies aimed at infrastructure investment and domestic consumption suggests an increased likelihood of China achieving this target. This should help improve sentiments for global commodities growth as China, plays a pivotal role in almost all global commodities.

3. COMPANY OVERVIEW

Krishca Strapping Solutions Limited (Krishca, The Company) is a dynamic startup that was established in December 2017 and is based in Chennai, TamilNadu. The company is a leading manufacturer and wholesaler of High Tensile Steel Straps, Strapping Seals, and Strapping Tools.

Krishca began commercial production in March 2020, utilizing advanced technology in its plant. The company is proud to be India's first "Lead-Free" and eco-friendly production line for the heat treatment of steel strapping. Moreover, Krishca is the first major steel strap manufacturing unit in Tamil Nadu.

Krishca's technology provides the company with a competitive advantage over its rivals, as it has a lower cost of production than the industry standard by reducing the rate of scrap generation, making the production process more energy-efficient, and reducing environmental impact.

Krishca has an integrated Steel Strapping manufacturing facility in Chennai, with a production capacity of 18,000 MT of Steel Straps and 80 MN Strapping Seals per annum. The facility is equipped with state-of-the-art machinery and operated by highly skilled personnel, ensuring that Krishca delivers quality products to its customers consistently.

Our Steel strap quality parameters are in line with the American, European and Indian standards.

- IS 5872:1990 - Cold rolled steel straps (box strappings) specification
- ASTM D-3953 - Standard Specification for Strapping, Flat Steel and Seals
- BS EN 13246:2001 - Packaging. Specification for tensional steel strapping

Our integrated quality management system ensures consistency of physical and chemical properties. Some key control measures include:

➤ **Raw Material**

The most important factor in producing quality steel strapping is choosing the right raw material. At Krishca, we use first grade raw materials from primary steel mill only. Each raw material coil is tested and taken for production after the passing our quality checks.

➤ **State Of The Art Laboratories**

Our Testing Laboratories are equipped with the latest and most advanced equipment including a Digital Universal Testing Machine, Digital paint micro thickness meter, Hardness tester, Bend & curl tester and salt spray tester. These are manned by an experienced team of qualified professionals to ensure that quality control processes are standardised across shifts.

➤ **Continuous Sampling & Checks**

Our quality control process mandates periodic sampling at every stage of the production process. Samples are taken at regular intervals.

➤ **Batch Wise Stock Keeping & Traceability**

Our system of batch wise charging and stocking of raw material and finished goods coupled with a traceability system enables us to detail and trace the physical and chemical composition of every lot with the heat cycle. Such comprehensive systems have enabled us to be certified for our quality management systems as per ISO 9001:2015 standards.

At Krishca Strapping, we provide products and solutions that are aimed at bringing to its customers the best, in terms of quality and service. Our belief, commitment and ethics are defined by every employee. At Krishca Strapping, we believe in continuous innovation with end to end solutions.

It is important to us that we consistently provide a high-quality product with good value. Our manufacturing processes at every step of the way are leading edge, sophisticated and standardized to ensure consistent quality. Our employees are trained in human relations skill, and make sure they understand the importance of safe production. We have the most brilliant people working with us in the industry who understand the demands of the market.

4. KEY PERFORMANCE INDICATORS OF OUR COMPANY

PARTICULARS	FY 2022-23	FY 2021-22
Net Revenue	7241.39	1871.71
EBITDA	1175.72	171.72
PAT	934.26	150.55

5. FACTORS AFFECTING OUR RESULTS OF OPERATION

Our business is subjected to various risks and uncertainties. Our results of operations and financial conditions are affected by numerous factors including the following:

- Changes, if any, in the regulations / regulatory framework / economic policies in India and / or in foreign countries, which affect national & international finance.
- Government support and spending on steel strapping industry.
- Company's ability to adopt the changing technology in steel strapping industry.
- Company's results of operations and financial performance.
- Performance of Company's competitors.
- Significant developments in India's economic and fiscal policies.
- Failure to adapt to the changing needs of industry and in particular steel strapping industry may adversely affect our business and financial condition.
- Volatility in the Indian and global capital market.

Strength

Experience in the business
 State-of-the-art infrastructure and global quality certifications
 Strong business relations with marquee clients

Weakness

Operations are largely concentrated in South India
 Inflationary headwinds could impact business profitability

Opportunity

Increasing focus on industrialization and superior logistics
 Growing effort on increasing exports to the world
 Investment in welding wire to widen opportunities

Threat

New technology-solutions that could impact prospects

6. STRATEGY

The year under review saw a challenging external environment due to lack of buoyancy in commodity markets. Raw material prices have also been unfavourable due to its high volatility caused by on-going Russia-Ukraine crisis and periodic COVID-19 outbreaks in China. After a steep decline in first half of the year, business has marginally improved during the latter part of the year.

Despite various headwinds, the Company has maintained focus on strengthening the balance sheet and executing the growth plans in India. KRISHCA remained dedicated to achieving its goal of becoming the most respected and valuable company globally.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company has established internal control systems commensurate with the size and nature of business. It has put in place systems and controls across the Company covering various financial and operational functions

HUMAN RESOURCES

We maintained cordial and harmonious Industrial relations in our manufacturing unit through our various employee engagement initiatives and focus on improving the work culture, enhancing productivity and enriching the quality of life of the workforce and maintaining our supremacy in the market. The total employee strength as on 31st March 2023 was 50.

CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations or forecast may be forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include global and domestic supply and demand conditions affecting selling prices of finished goods, input availability and prices, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations

By Order of the Board of Directors
For **KRISHCA STRAPPING SOLUTIONS LIMITED**

Sd/-
LENIN KRISHNAMOORTHY BALAMANIKANDAN
Chairman & Managing Director
DIN: 07941696

Date: 04/09/2023

ANNEXURE II TO THE BOARDS' REPORT

Details of conservation of energy, technology absorption, foreign exchange earnings and outgo

(Pursuant to section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014)

The Company is taking undertaking adequate measures for conservation of energy and technology absorption.

(A) Conservation of energy

In Financial Year 2022-23, in sync with KRISHCA's sustainability vision and goals, the Company continued to focus on energy efficiency measures. The Company deployed several initiatives and technological interventions to conserve energy and use renewable sources of energy. The Energy management function implements global best practices in order to plan and implement some of the relevant best practices to enhance energy efficiency in operations.

STEPS TAKEN FOR ENERGY CONSERVATION:

- (i) Your Company is engaged in manufacturing activities. The Company continue to pursue and adopt appropriate energy conservation measures. The Company makes every effort to conserve energy as far as possible in its production unit, offices, etc. The Company also takes significant measures to reduce energy consumption through following steps:
 - Adopted Heat treated high tensile steel straps are manufactured using state-of-the-art equipment
 - Supervision done by expert metallurgists and engineers at every stage
 - Usage of PLC Controlled automatic production line
 - Implementation of fully Automated heat treatment process-uniform grain structure
 - Lead free production process heading towards pollution free environment
 - Usage of Super jumbo coils upto 500 kgs
 - Testing lab equipped with the latest and most advanced equipment including a Digital Universal Testing Machine, Digital paint micro thickness meter, Hardness tester, Bend and curl tester and salt spray tester to ensure quality
 - Efficiency product finishing has been done in Three (03) types of surface finishing using Blue Tempered, Paint and Zinc.
 - Improvement of Power Factor
- (ii) Alternate sources of Energy: Presently, the Company does not use any alternate source of energy. However, it is exploring the possibility of making use of renewable powers sources to reduce energy cost.
- (iii) Capital investment on energy conservation equipment: Company has not made any major capital investment on energy conservation equipment.

(B) Research and Development (R&D)

Your Company is yet to set up a formal Research and Development (R&D) unit, however continuous research and development activities is carried out at KRISHCA Factory as an integral part of the activities which involve new process developments, process improvements for maximisation of quality, cost and energy optimisation, waste utilisation and conservation of natural resources.

The Key focus areas include:

- Optimisation of resource utilisation.
- Quality and productivity improvements and cost optimisation through process efficiency improvements.
- Product development, Customisation and new applications.
- Recycling and reuse of process waste and conservation of natural resources.
- New process technology development for process intensification and productivity

(C) Technology Absorption

(i)	the efforts made towards technology absorption	The Company is constantly exploring the latest trends in the technology development and adopts it wherever it is feasible.
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	The company has constantly engaged in bringing system improvements which has enhanced productivity.
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	The Company has no foreign collaboration and endeavours to develop indigenous technology.
	(a) the details of technology imported	Not Applicable
	(b) the year of import;	- Not Applicable
	(c) whether the technology been fully absorbed	- Not Applicable
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	- Not Applicable

(d) Foreign exchange earnings and Outgo

Particulars	(Amount in Lakhs)	
	2022-23	2021-22
Foreign Exchange Earnings	576.46	153.10
Foreign Exchange Outgo	Nil	Nil

By Order of the Board of Directors
For **KRISHCA STRAPPING SOLUTIONS LIMITED**

Sd/-
LENIN KRISHNAMOORTHY BALAMANIKANDAN
Chairman & Managing Director
DIN: 07941696

Date: 04/09/2023

ANNEXURE III TO THE BOARDS' REPORT

PARTICULARS OF EMPLOYEES

[Pursuant to Section 197(12) of the Companies Act, 2013 and Rule 5(1), Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ended March 31, 2023]

- (A) 1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2022-23 and the percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer and Company Secretary during the Financial Year

Amount in Rs. Lakhs					
Sr.No	Name of Directors / Key Managerial Personnel	Designation	Remuneration	Ratio of remuneration to Median remuneration	% increase in the remuneration
DIRECTORS					
1	Mr. Lenin Krishnamoorthy Balamanikandan	Chairman & Managing Director	21.00	3	150%
2*	Mr. Terli Venkata Shivaji(*)	Whole Time Director	11.30	N.A	N.A
3*	Mrs. Navaneethakrishnan Saraladevi(*)	Whole Time Director & Chief Financial Officer	4.00	N.A	N.A
KEY MANAGERIAL PERSONNEL					
4*	Ms. Diya Venkatesan(*)	Company Secretary	3.64	N.A	N.A

(*) Appointed during the financial year 2022-23, accordingly the desired values could not be ascertained

Note 1: Non-Executive Directors are paid remuneration only by way of sitting fees. The remuneration package of the above Directors was approved by the Board of Directors and which were also approved by the Members of the Company at the General Meeting. For the Computation of median remuneration of the employees of the Company for the Financial Year 2022-23, Gross Salary paid to each employee is taken into consideration.

Note 2: The Company did not have any pecuniary relationship or transactions with the Non-Executive Directors of the Company other than payment of the sitting fees for attending meetings. During FY 2022-23, the Company did not advance any loan to any of its Directors. Further, no loans and advances in the nature of loans to firms/companies in which directors are interested was given by the Company and its subsidiaries.

Note 3: Remuneration of the executive directors consists of a salary and other benefits. The Nomination and Remuneration Committee makes annual appraisal of the performance of the Executive Directors based on a detailed performance evaluation, and recommends the compensation payable to them, within the parameters approved by the shareholders, to the Board for their approval.

2. The percentage increase in the median remuneration of employees in the Financial Year:

The median remuneration of employees in the Financial Year 2022-23 was decreased by 8.2%. This is due to decrease in median salary consequent to addition of lower level employees during the current year.

3. The number of permanent employees on the rolls of Company: The number of permanent employees on the rolls of Company as on March 31, 2023 was 50.

4. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

There has been 25.3677% increase in the salaries of the employees other than the managerial personnel as compared to last year

5. The key parameters for any variable component of remuneration availed by the directors; -

Not Applicable

Explanation.- For the purposes of this rule.- (i) the expression "median" means the numerical value separating the higher half of a population from the lower half and the median of a finite list of numbers may be found by arranging all the observations from lowest value to highest value and picking the middle one;

(ii) if there is an even number of observations, the median shall be the average of the two middle values.

6. Affirmation that the remuneration is as per the Remuneration Policy of the Company:

It is affirmed that the remuneration paid is as per the Remuneration Policy for Directors, Key Managerial Personnel and other employees, adopted by the Company.

(B) Employees employed throughout the financial year, was in receipt of remuneration for that year which, in the aggregate, was not less than one crore and two lakh rupees:

There was no employees employed for the financial year, was in receipt of remuneration at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month.

C) Employees employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month:

There was no employees employed for a part of the financial year, was in receipt of remuneration for any part of that year, at a rate which, in the aggregate, was not less than eight lakh and fifty thousand rupees per month.

D) Employees employed throughout the financial year or part thereof, was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company:

There was no employee employed throughout the financial year or part thereof, who was in receipt of remuneration in that year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

E) Employees posted and working in a country outside India, not being directors or their relatives, drawing more than sixty lakh rupees per financial year or five lakh rupees per month:

There are no employees who are posted outside India.

By Order of the Board of Directors
For **KRISHCA STRAPPING SOLUTIONS LIMITED**

Sd/-
LENIN KRISHNAMOORTHY BALAMANIKANDAN
Chairman & Managing Director

DIN: 07941696

Date: 04/09/2023

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,

The Members

KRISHCA STRAPPING SOLUTIONS LIMITED

CIN: U74999TN2017PLC119939

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of KRISHCA STRAPPING SOLUTIONS LIMITED having CIN U74999TN2017PLC119939 and having registered office at Building 01B, Logos Mappedu Logistics Parksatharai Village, Thiruvallur Taluk Thiruvallur - 631203, Tamilnadu (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of appointment in Company
1	Lenin Krishnamoorthy Balamanikandan	07941696	12/12/2017
2	Terli Venkata Shivaji	07159540	01/07/2022
3	Navaneethakrishnan Saraladevi	07941812	12/12/2022
4	Achaya Kumarasamy	08308421	12/12/2022
5	Rajinikanth	03552481	12/12/2022
6	Tom Antony	01413738	12/12/2022
7	Vengarai Seshadri Sowrirajan	00434044	12/12/2022

*the date of appointment is as per the MCA Portal.

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

For Rabi Narayan & Associates

Company Secretary in Practice
Firm Regn. No. S2000TN667800

Sd/-

Rabi Narayan Pal

Proprietor

Membership No.F4993

C.P.No.3480

Peer Review Cert No. 1155/2021

UDIN Number: F004993E000936572

Date: 04/09/2023

Place: Chennai

Independent Auditor's Report

To the Members of

Krishca Strapping Solutions Limited.,

(Formerly known as Krishca Strapping Solutions Private Limited)

Report on the Audit of the Financial Statements

OPINION

1. We have audited the accompanying financial statements of Krishca Strapping Solutions Ltd (the "Company"), which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit and Loss, and the Statement of cashflows for the period then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements for the period ended 31st March, 2023 give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at 31st March, 2023, and profit, and its cash flows for the period ended on that date.

BASIS FOR OPINION

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

KEY AUDIT MATTERS

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to communicate in our report

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

5. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's Board Report including Annexures but does not include the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report

6. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
7. 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.
8. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements:

9. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows in accordance with the accounting principles generally accepted in India, including the 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 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.
10. In preparing the financial statements, management 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.
11. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements:

12. 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.
13. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - i. 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.
 - ii. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- iv. 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.
 - v. 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.
14. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
 15. 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.
 16. 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.

Report on Other Legal and Regulatory Requirements:

17. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub section (11) of section 143 of the Companies Act, 2013, we give in "Annexure - A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable
18. As required by Section 143(3) of the Act, we report that:
 - i. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - ii. 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.
 - iii. 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 books of account.
 - iv. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with the Rule 7 of Companies (Accounts) Rules, 2014, as amended.
 - v. On the basis of the written representation received from the directors as on March 31, 2023 taken on records by the Board of Directors, none of the directors are disqualified as on March 31, 2023 from being appointed as a Directors in terms of Section 164(2) of the Act.
 - vi. Reporting with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial control over financial reporting.
 - vii. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the period is in accordance with the provisions of section 197 of the Act.

- viii. 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 has no pending litigations to be disclosed on its Financial Position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were 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 (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - V. The Company did not declare or paid any dividend during the period.

For L U Krishnan & Co.
Chartered Accountants
Firm's Registration No: 0015275

Place: Chennai
Date: 08/06/2023

P K Manoj
Partner
Membership No:207550
UDIN: 23207550BGWMGP3855

Annexure - 'A' to the Independent Auditor's Report

(Referred to in paragraph 17 under 'Report on Other Legal and Regulatory Requirements' section of our report)

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the period ended 31 March, 2023 we report that:

- 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) According to the information and explanation given to us, the company has a regular programme of periodical physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified for every period. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. 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 Company have Immovable Property and the same held in the name of the company.
 - (d) The Company has not revalued any of its Property, Plant and Equipment during the financial year.
 - (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- ii. (a) Physical Verification of inventories has been conducted by the management at reasonable intervals and no discrepancies found in this regard.
- (b) The Company has been sanctioned working capital limit in excess of ₹ 5 Crores, in aggregate, from banks or financial institutions on the basis of security of current assets. The quarterly returns or statements filed by the Company with such banks or financial institutions are generally in agreement with the books of account of the Company and no material discrepancies observed.
- iii. In respect of investments in, or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to any company, firm, LLP, or other parties,
 - (a) During the year the company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to any company, firm, LLP, or other parties during the period, and hence reporting under clause 3(iii)(a) of the Order is not applicable.
 - (b) During the year the company has made a current investment in Axis short term fund - Regular growth of Rs. 25 Lakhs and which has been lien marked in favour of Tata Capital Financial Services Ltd.
 - (c) During the year the company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to any company, firm, LLP, or other parties during the period, and hence reporting under clause 3(iii)(c) to (f) of the Order is not applicable.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable
- v. According to the information and explanations given to us, the Company has not accepted deposits and does not have any unclaimed deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of the clause 3 (v) of the Order are not applicable.

- vi. Company does not come under the maintenance of cost records as prescribed by the Central Government under section 148(1) of the Act. Hence reporting clause (vi) of the order is not applicable to Company.
- vii. In respect of statutory dues:
 - (a) According to the information and explanations given to us and according to the records as produced and examined by us, in our opinion, the Company is generally regular in depositing with appropriate authorities the undisputed statutory dues including income tax, sales tax, service tax, value added tax, goods and service tax, duty of customs, duty of excise, cess and other statutory dues applicable to it and there are no arrears of outstanding statutory dues as at 31st March, 2023 for a period of more than six months.
 - (b) According to the information and explanations given to us, there were no dues in respect of income tax, sales tax, service tax, value added tax, goods and service tax, duty of custom, duty of excise, cess and other statutory dues which have not been deposited on account of any dispute.
- viii. According to the information and explanation given to us and on the basis of our examination of the records, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the period in the tax assessments under the Income Tax Act, 1961. Accordingly, paragraph 3 (viii) of the Order is not applicable.
- ix. In respect of loans and other borrowings:
 - (a) The Company has not defaulted in repayments of loans or other borrowings or in the payment of interest thereon from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
 - (b) The Company has not been declared a wilful defaulter by any bank or financial institution or any other lender.
 - (c) The Company has taken term loan and the same were applied for the purpose for which the loan were obtained.
 - (d) On examination of the financial statements of the Company, Company has not raised any funds on short term basis which has been used for long-term purposes hence reporting under clause 3(ix)(d) of the Order is not applicable.
 - (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 subsidiaries, associates or joint ventures and hence reporting on clause 3(ix)(e) of the Order is not applicable.
 - (f) The Company has not raised any loans on the pledge of securities held in its subsidiaries, associate companies during the period and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x. In respect of public offer:
 - (a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting of the purpose for which amount raised under clause 3 (ix)(a) of the Order is not applicable.
 - (b) During the period, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) under section 42 and section 62 of the Companies Act Accordingly, reporting of the purpose for which amount raised under clause 3 (x)(b) of the Order is not applicable.
- xi. In respect of Fraud:
 - (a) According to the information and explanations given to us, during the period Company has not noticed any fraud by the Company or on the Company.
 - (b) No reportable fraud has been committed by the Company hence Form ADT-4 has not been filed by the auditors as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 - (c) During the period Company has not received any whistle-blower complaints to be considered by the auditors.

- xii. Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. All transactions entered by the Company with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been properly disclosed in the financial statements as required by the applicable accounting standards.
- xiv. In respect of internal audit system:
 - (a) Our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
 - (b) We have not considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order for reporting the provisions of section 192 of the Companies Act is not applicable.
- xvi. Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) (a), & (b) of the Order is not applicable and Company is not a Core Investment Company and there is no core investment company within the group. Accordingly, paragraph 3(xvi) (c) & (d) of the Order is not applicable.
- xvii. The Company has not incurred any cash loss during the financial period covered by our audit and immediately preceding financial period.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. 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 period from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. The provisions of section 135 of the Companies Act, 2013 which deals Corporate Social Responsibility (CSR) is not applicable to the Company. Accordingly, reporting under Paragraph 3(xx)(a) & (b) of the order is not applicable for the year.
- xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report

For L U Krishnan & Co.
Chartered Accountants
Firm's Registration No: 001527S

Place: Chennai
Date: 08/06/2023

P K Manoj
Partner
Membership No:207550
UDIN: 23207550BGWMGP3855

Annexure - 'B' to the Independent Auditor's Report

(Referred to in paragraph 14(f) under 'Report on Other Legal and Regulatory Requirements' section of our report)

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

We have audited the internal financial controls over financial reporting of **Krishca Strapping Solutions Ltd** (the "Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles.

A company's internal financial control over financial reporting includes those policies and procedures that

- (1) Pertain to the maintenance of records that in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For L U Krishnan & Co.
Chartered Accountants
Firm's Registration No: 0015275

Place: Chennai
Date: 08/06/2023

P K Manoj
Partner
Membership No:207550
UDIN: 23207550BGWMGP3855

Balance Sheet

as at March 31, 2023

(Amount in ₹ Lakhs)

Particulars	Note No.	As at	
		31 Mar 2023	31 Mar 2022
I. EQUITY AND LIABILITIES			
1 SHAREHOLDERS' FUNDS			
(a) Share Capital	1	875.00	500.00
(b) Reserves and Surplus	2	218.74	(340.52)
(c) Money received against share warrants		-	-
2 SHARE APPLICATION MONEY PENDING ALLOTMENT			
3 NON-CURRENT LIABILITIES			
(a) Long-Term Borrowings	3	433.75	587.89
(b) Deferred Tax Liabilities (Net)	4	-	18.59
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions	5	5.25	-
4 CURRENT LIABILITIES			
(a) Short-Term Borrowings	6	775.58	352.31
(b) Trade Payables			
(A) Total outstanding dues of micro enterprises and small enterprises		-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	7	812.12	103.31
(c) Other Current Liabilities	8	62.93	310.58
(d) Short-Term Provisions	9	303.85	12.72
TOTAL		3,487.22	1,544.88
II. ASSETS			
1 NON-CURRENT ASSETS			
(a) Property, Plant & Equipment and Intangible Assets			
(i) Property, Plant & Equipment	10	393.73	450.21
(ii) Intangible Assets	11	0.69	0.14
(iii) Capital Work-in-Progress	12	507.12	141.05
(iv) Intangible Assets under development		-	-
(b) Non-Current Investments		-	-
(c) Deferred Tax Assets (Net)	13	39.87	-
(d) Long-Term Loans & Advances	14	8.75	-
(e) Other Non-Current Assets	15	37.59	63.38
2 CURRENT ASSETS			
(a) Current Investments	16	25.00	-
(b) Inventories	17	1,075.84	146.31
(c) Trade Receivables	18	1,203.31	577.95
(d) Cash & Bank Balances	19	13.90	15.86
(e) Short-Term Loans and Advances	20	1.02	-
(f) Other Current Assets	21	180.41	149.97
TOTAL		3,487.22	1,544.88

Company overview & Significant Accounting Policies 31

Other notes to accounts 32

The accompanying notes 1 to 32 form an integral part of the financial statements

For and on behalf of the Board of Directors of

KRISHCA STRAPPING SOLUTIONS LIMITED

L. BALA MANIKANDAN

Managing Director
DIN: 07941696

SARALADEVI

Chief Financial Officer
DIN: 07941812

Place: Chennai

Date: 08-06-2023

TERLI VENKATA SHIVAJI

Whole Time Director
DIN: 07159540

DIYA VENKATESAN

Company Secretary
Membership No: 55736

P K MANOJ

Partner
Membership Number: 207550
UDIN: 23207550BGWMGP3855
Place: Chennai
Date: 08-06-2023

As per our report of even date attached

For L.U.KRISHNAN & CO

Chartered Accountants

Firm's Registration.No: 0015275

Statement of Profit and Loss

for the year ended March 31, 2023

(Amount in ₹ Lakhs)

Particulars	Note No.	For the year ended	
		31-Mar-23	31-Mar-22
I Revenue From Operations	22	7,230.43	1,861.12
II Other Income	23	10.96	10.59
III Total Income (I+II)		7,241.39	1,871.71
IV Expenses			
Cost of Materials Consumed	24	5,481.81	1,168.68
Changes in Inventories of Finished Goods	25	(667.14)	58.37
Changes in Inventories of Stock-in-Trade	26	322.25	7.64
Employee Benefits Expense	27	214.72	140.63
Other Direct Expenses	28	445.12	143.88
Finance Costs	29	85.34	55.34
Depreciation & Amortisation Expenses	10 & 11	126.20	94.75
Other Expenses	30	57.38	30.70
Total Expenses (IV)		6,065.67	1,699.99
V Profit Before Exceptional and Extraordinary Items and Tax (III-IV)		1,175.72	171.72
VI Exceptional Items		-	-
VII Profit before extraordinary items and tax (V-VI)		1,175.72	171.72
VIII Extraordinary items		-	-
IX Profit before tax (VII-VIII)		1,175.72	171.72
X Tax Expense:			
(1) Current Tax		299.92	4.95
(2) Deferred Tax		(58.45)	16.22
(3) MAT Credit Entitlement		-	-
Total Tax Expenses		241.46	21.17
XI Profit (Loss) for the period from continuing operations (IX-X)		934.26	150.55
XII Profit (Loss) for the period from discontinuing operations		-	-
XIII Tax expenses of discontinuing operations		-	-
XIV Profit (Loss) for the period from discontinuing operations (after tax) (XII-XIII)		-	-
XV Profit/(Loss) For The Period (XI+XIV)		934.26	150.55
XVI Earnings per equity share before extraordinary items: (In Rs.)			
Basic & Diluted		10.68	2.22
XVII Earnings per equity share after extraordinary items: (In Rs.)			
Basic & Diluted		10.68	2.22

Company overview, Significant Accounting Policies & Other notes on accounts 31 & 32

The accompanying notes 1 to 32 form an integral part of the financial statements

For and on behalf of the Board of Directors of

KRISHCA STRAPPING SOLUTIONS LIMITED

As per our report of even date attached

For L.U.KRISHNAN & CO

Chartered Accountants

Firm's Registration.No: 0015275

L. BALA MANIKANDAN

Managing Director

DIN: 07941696

SARALADEVI

Chief Financial Officer

DIN: 07941812

TERLI VENKATA SHIVAJI

Whole Time Director

DIN: 07159540

DIYA VENKATESAN

Company Secretary

Membership No: 55736

P K MANOJ

Partner

Membership Number: 207550

UDIN: 23207550BGWMGP3855

Place: Chennai

Date: 08-06-2023

Place: Chennai

Date: 08-06-2023

Statement of Cash flow

for the year ended March 31, 2023

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
A CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Profit Before Tax	1,175.72	171.72
Adjustments for:		
Depreciation	126.20	94.75
Interest Expenses	85.34	55.34
Interest Income	(1.87)	(1.90)
Provision for Employees Compensation Expense	5.25	-
Operating Profit before working capital changes:	1,390.64	319.91
Adjustments for changes in working capital:		
Increase/(Decrease) in Short Term Borrowings	423.27	(403.38)
Increase/(Decrease) in Trade and Other payables	708.81	45.52
Increase/(Decrease) in Other Current Liabilities	(247.65)	308.78
Increase/(Decrease) in Short term Provisions	(8.79)	(5.10)
(Increase)/Decrease in long term Loans and Advance	(8.75)	-
(Increase)/Decrease in Other Non Current Assets	25.79	23.70
(Increase)/Decrease in Current Investment	(25.00)	-
(Increase)/Decrease in Inventories	(929.53)	49.52
(Increase)/Decrease in Trade Receivables	(625.36)	(348.55)
(Increase)/Decrease in Short term Loans and Advance	(1.02)	-
(Increase)/Decrease in Other Current assets	51.91	17.43
Cash generated from operations	754.34	7.85
Income Taxes paid	(82.35)	(4.04)
Cash flow before extraordinary item	671.99	3.80
Extraordinary items relating to Operating Activity	-	-
NET CASH FROM OPERATING ACTIVITIES (A)	671.99	3.80
B CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received	1.87	1.90
Fixed assets purchased including Intangible Assets	(70.27)	(0.23)
(Increase)/Decrease Capital Work in progress	(366.07)	(141.05)
NET CASH USED IN INVESTING ACTIVITIES (B)	(434.47)	(139.38)

Statement of Cash flow (Contd.)

for the year ended March 31, 2023

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
C CASH FLOWS FORM FINANCING ACTIVITES		
Interest paid	(85.34)	(55.34)
Increase/(Decrease) in Long-Term Borrowings	(154.14)	6.09
Proceeds from issue of Equity Shares	-	198.64
NET CASH USED IN FINANCING ACTIVITIES (C)	(239.48)	149.39
Effect of Exchange Difference		
Exchange difference on Realized (Loss)/Gain		
D NET INCREASE IN CASH AND CASH EQUIVALENT (A+B+C)	(1.96)	13.82
Opening Cash and Cash Equivalents	15.86	2.05
CLOSING CASH AND CASH EQUIVALENT- (Refer Note No.28 in Other Notes to Accounts)	0.04	15.86
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash & cash equivalent as per Balance sheet	13.90	15.86
Less: Bank balance not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statement		
Bank Deposits with more than 3 months but less than 12 months maturity	1.39	-
Balance with banks to the extent held as margin money	12.47	-
Cash & cash equivalent at the end of the period	0.04	15.86

Significant Accounting Policies & Other Notes on accounts - Note no: 31 & 32

The accompanying notes 1 to 32 form an integral part of the financial statements

For and on behalf of the Board of Directors of

KRISHCA STRAPPING SOLUTIONS LIMITED

As per our report of even date attached

For L.U.KRISHNAN & CO

Chartered Accountants

Firm's Registration.No: 0015275

L. BALA MANIKANDAN

Managing Director

DIN: 07941696

SARALADEVI

Chief Financial Officer

DIN: 07941812

Place: Chennai

Date: 08-06-2023

TERLI VENKATA SHIVAJI

Whole Time Director

DIN: 07159540

DIYA VENKATESAN

Company Secretary

Membership No: 55736

P K MANOJ

Partner

Membership Number: 207550

UDIN: 23207550BGWMP3855

Place: Chennai

Date: 08-06-2023

Notes to Financial Statements

as at March 31, 2023

Note: 1 Share Capital

(Amount in ₹ Lakhs)

Particulars	As at 31-Mar-2023		As at 31-Mar-2022	
	Number	Amount	Number	Amount
a) Number and amount of equity shares authorised	1,50,00,000	1,500.00	50,00,000.00	500.00
b) (i) Number and amount of equity shares Issued, Subscribed and Paid-Up	87,50,000	875.00	50,00,000.00	500.00
(ii) Number and amount of equity shares Subscribed but not fully Paid-Up				
Total of b (i) and (ii)	87,50,000	875.00	50,00,000.00	500.00
c) Par value per Equity share (in ₹ each)		10		10.00

d) Reconciliation of Number of Equity shares outstanding at the beginning and at the end of the reporting period

Particulars	As at	
	31/03/23	31/03/22
Shares outstanding at the beginning of the year	50,00,000.00	30,13,600.00
Shares issued during the year	37,50,000.00	19,86,400.00
Shares bought back during the year	-	-
Shares outstanding at the end of the year	87,50,000.00	50,00,000.00

e) The rights, preferences and restrictions attaching to each class of shares:

The Company has only one class of shares and all shareholder have equal rights and there are no restriction and preferences attached to any shareholders including the right to receive dividend and repayment of Capital.

f) With respect to Shares held by its holding company or its ultimate holding company including shares held by or by subsidiaries or associates of the holding company or the ultimate holding company in aggregate:

The Company does not have any Holding Company or Subsidiary Company.

g) Details of shareholders holding more than 5% of shares:

Name of the Shareholder	As at 31-Mar-2023		As at 31-Mar-2022	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding
Balamanikandan	49,30,232	56.35%	10,50,275.00	0.21
Saraladevi	12,64,856	14.46%	-	-
S. Ramya	11,63,750	13.30%	5,15,000.00	0.10
Lalit Dua	11,63,750	13.30%	-	-

h) Shares reserved for issue under options and contracts or commitments for the sale of shares or disinvestment, including the terms and amounts: Nil

i) Shares information related to immediately preceding five years from reporting date:

Number & class of Share allotted as fully paid up pursuant to contract(s) without payment being received in cash : NIL

Aggregate number and class of shares allotted as fully paid up bonus shares : During the year the Company has issued 37,50,000 bonus equity shares with face value of Rs. 10/- each in the ratio of 3 shares for every 4 shares held.

Aggregate number and class of shares brought back : NIL

j) During the year ended 31.03.2023, no securities are convertible into Equity shares.

Notes to Financial Statements

as at March 31, 2023

- k) During the year ended 31.03.2023, there are no calls unpaid including calls unpaid by directors and officers as on balance sheet date.
- l) The Company has not forfeited any shares during the reporting period
- m) Shareholding of Promoters

Equity Shares held by promoters as at 31-Mar-2023

Promoter Name	No. of Shares at the beginning of the year	No. of Shares at the end of the year	% of total shares	% Change during the year
1. L. Balamanikandan	10,50,275	49,30,232	56.35%	369.42%
2. Saraladevi	-	12,64,856	14.46%	-

- n) The Company has increased its Authorised Share Capital from 50,00,000 lakhs equity Shares of Rs. 10 each to 1,50,00,000 lakhs equity Shares of Rs. 10 each in its Members Meeting held on 25-01-2023.
- o) The Company has declared bonus Shares at the Members Meeting held on 20th Feb 2023, at the ratio of 3 Equity shares of Rs 10/- each for every 4 Equity shares of Rs 10/- each held.

Note: 2 Reserves and Surplus

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
(a) General Reserve		
Opening Balance	-	-
Add: Additions during the year	375.00	-
Less: Deduction during the year	375.00	-
Closing Balance	-	-
(b) Surplus		
Opening Balance	(340.52)	(312.59)
Add: Additions during the year	934.26	150.55
Less: Prior Period Error Adjusted (Refer note)		(178.48)
Less: Transferred to Other Reserves (Dividend, Bonus, to reserves)	(375.00)	-
Closing Balance	218.74	(340.52)
Total	218.74	(340.52)

Note: The errors in calculation of depreciation for previous financial years are adjusted against WDV of each category of assets in the respective years. The amount of Increase/(Decrease) in WDV due to errors are (Rs 69.39 lakhs) for the year ended 31.03.2022, (Rs 114.45 lakhs) for the year ended 31.03.2021 and Rs 5.39 lakhs for the year ended 31.03.2020. Corresponding net effects are given in Reserve and surplus for the year 2021-22.

Notes to Financial Statements

as at March 31, 2023

Note: 3 Long-Term Borrowings		(Amount in ₹ Lakhs)	
Particulars	As at		
	31/03/23	31/03/22	
Secured			
a) Term Loans:			
i. From banks			
	73.53	188.94	
(Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr.Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement)			
ii. From banks			
Secured by Vehicles- Maruti Swift Dzire and Volkswagen Cars			
	17.98	-	
(Maruti Suzuki Car loan amount sanctioned on 12.12.2022 at an interest rate of 8.35% p.a repayable in 36 monthly Installments Rs.26,736 each. Balance payable in 35 Installments)			
(Volkswagen Car loan amount sanctioned on 15.12.2022 at an interest rate of 9.00% p.a repayable in 39 monthly Installments Rs.59,269 each. Balance payable in 39 Installments)			
Unsecured			
a) Loans and advances from related parties			
	342.24	398.95	
Total	433.75	587.89	

Note: 4 Deferred Tax Liabilities (Net)		(Amount in ₹ Lakhs)	
Particulars	As at		
	31/03/23	31/03/22	
Deferred Tax Liabilities (Net)	-	18.59	
Total	-	18.59	

Note: 5 Long-Term Provisions		(Amount in ₹ Lakhs)	
Particulars	As at		
	31/03/23	31/03/22	
a) Provision for Employee Benefits-Gratuity	5.25	-	
Total	5.25	-	

Note: 6 Short-Term Borrowings		(Amount in ₹ Lakhs)	
Particulars	As at		
	31/03/23	31/03/22	
Secured			
a) Loans repayable on demand:			
i. From banks			
	303.84	352.31	
(Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr.Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement)			
b) Term Loan			
i. From banks			
	84.67	-	
(Secured by Stock, Book Debts, Plant & Machinery, Furniture & Electrical Equipments, Vacant Land owned by Mr.Lenin Krishnamoorthy, 36 monthly installments after initial holiday period of 24 months after first disbursement)			

Notes to Financial Statements

as at March 31, 2023

Note: 6 Short-Term Borrowings (Contd.)

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
ii. From banks		
Secured by Vehicles- Maruti Swift Dzire and Volkswagen Cars		
(Maruti Suzuki Car loan amount sanctioned on 12.12.2022 at an interest rate of 8.35% p.a repayable in 36 monthly Installments Rs.26,736 each. Balance payable in 35 Installments)	8.24	-
(Volkswagen Car loan amount sanctioned on 15.12.2022 at an interest rate of 9.00% p.a repayable in 39 monthly Installments Rs.59,269 each. Balance payable in 39 Installments)		
ii. From other parties- CSL Capital Private Ltd	375.00	-
Secured by Book debts and Personal Guarantee of Promoter Mr. Bala Manikandan & Director Mrs. Sarala Devi		
Unsecured		
a) Bank Overdraft	3.83	-
Total	775.58	352.31

Note: 7 Trade Payables

I. Trade Payables ageing schedule

a) Trade Payables ageing schedule For the year ended 31-Mar-2023

(Amount in ₹ Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment				TOTAL
		< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) MSME						-
(ii) Others	465.93	346.19				812.12
(iii) Disputed dues - MSME						-
(iv) Disputed dues - Others						-

a) Trade Payables ageing schedule For the year ended 31-Mar-2022

(Amount in ₹ Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment				TOTAL
		< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) MSME						-
(ii) Others	-	103.31				103.31
(iii) Disputed dues - MSME						-
(iv) Disputed dues - Others						-

No due date of payment is specified and the disclosure is made from the date of the transaction

Note: 8 Other Current Liabilities

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
a) Income received in advance	-	292.13
b) Audit fees payables	4.00	-
c) Salary payable	-	1.69
d) TDS payable	6.21	15.49
e) Advance received from customers	29.96	-
f) Other payables	22.76	1.28
Total	62.93	310.58

Notes to Financial Statements

as at March 31, 2023

Note: 9 Short-Term Provisions

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
a) Provision for Employee Benefits	-	7.77
b) Provision for tax	303.85	4.95
Total	303.85	12.72
	299.92	

Note: 10 Property, Plant & Equipment

(Amount in ₹ Lakhs)

Particulars	Gross Block			Accumulated Depreciation				Net Block		
	April 1, 2022	Additions for the year	Deletions for the year	March 31, 2023	April 1, 2022	Depreciation for the Year	Depreciation on deletion	March 31, 2023	March 31, 2023	March 31, 2022
Plant & Equipment	786.77	28.19	-	814.96	341.90	118.38	-	460.28	354.67	444.87
Computers & Accessories	4.72	8.57	-	13.29	4.60	1.98	-	6.58	6.71	0.12
Furniture & Fittings	9.02	0.18	-	9.20	5.75	1.27	-	7.02	2.18	3.28
Office Equipments	5.63	7.71	-	13.35	3.66	1.98	-	5.63	7.71	1.94
Vehicles	-	24.78	-	24.78	-	2.33	-	2.33	22.45	-
TOTAL (A)	806.14	69.43	-	875.58	355.90	125.94	-	481.85	393.73	450.21
Previous Year	805.92	0.23	-	806.14	192.46	163.39	-	355.90	450.21	613

Note: 11 Intangible Assets

(Amount in ₹ Lakhs)

Particulars	Gross Block			Accumulated Amortization				Net Block		
	April 1, 2022	Additions for the year	Deletions for the year	March 31, 2023	April 1, 2022	Depreciation for the Year	Depreciation on deletion	March 31, 2023	March 31, 2023	March 31, 2022
Computer Software	0.75	0.84	-	1.59	0.64	0.26	-	0.90	0.69	0.11
Patents	0.25	-	-	0.25	0.22	0.03	-	0.25	0.00	0.03
TOTAL (A)	1.00	0.84	-	1.84	0.86	0.26	-	1.15	0.69	0.14
Previous Year	1.00	-	-	1.00	0.42	0.38	-	0.80	0.14	0.58

Note: Net block value of Other development cost of Rs. 210.11 lakhs as on 01.04.2022 has been transferred to Property Plant and Equipment.

Note: 12 (iii) Capital Work-in-Progress (CWIP)

I. CWIP aging schedule

(Amount in ₹ Lakhs)

CWIP	Amount in CWIP for a period of				As at	
	< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years	31/03/23	31/03/22
a) Projects In Progress	366.07	141.05			507.12	141.05
Total					507.12	141.05

II. Capital work in progress under development completion schedule

(Amount in ₹ Lakhs)

CWIP	To be completed in			
	< 1 year	1 - 2 Years	2 - 3 Years	> 3 Years
a) Projects In Progress	-	100.00	800.00	-

Notes to Financial Statements

as at March 31, 2023

Note: 13 Deferred Tax Assets (Net) (Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Deferred Tax Asset (Net)	39.87	-
Total	39.87	-

Note: 14 Long-Term Loans & Advances (Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Unsecured, Considered good		
MAT Credit Entitlement	8.75	-
Total	8.75	-

Note: 15 Other Non-Current Assets (Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Security Deposits	37.59	63.38
Total	37.59	63.38

Note: 16 Current Investments (Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Valued at cost or NRV whichever is lower		
A. Short term Liquid fund Investment	25.00	-
(Market value as on 31-03-2023 is Rs 25.97 lakhs)		
(During the Company has made investment in Axis short term fund - Regular growth of Rs. 25.00 Lakhs and which has been lien marked in the name of Tata Capital Financial Services Ltd)		
Total	25.00	-

Note: 17 Inventories (Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Valued at cost or NRV whichever is lower		
a) Raw Materials	249.33	88.57
b) Consumables	64.31	-
c) Finished Goods	724.89	57.74
d) Stock in trade	37.31	-
Total	1,075.84	146.31

Notes to Financial Statements

as at March 31, 2023

Note: 18 Trade Receivables

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Trade receivable considered good – Secured	-	-
Trade receivable considered good – Unsecured	1,203.31	577.95
Total Trade Receivables	1,203.31	577.95

* No Trade receivables are due from directors and other officers of the company either severally or jointly with any other person.

* The Carrying amount of trade receivables is pledged as security for borrowings from banks.

* Rs.57.29 lakhs is due from M/s. Spyromax Industries Pvt Ltd, a Company controlled by Director Mrs. Sarala Devi and Director Mrs. S. Ramya.

Ageing Schedule

I. Trade Receivables ageing schedule For the year ended March 31, 2023

(Amount in ₹ Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		< 6 Months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) Undisputed Trade Receivables - Considered good	982.05	221.26	-	-	-	-	1,203.31
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Less: Allowance for Doubtful Receivables	-	-	-	-	-	-	-
Total:	982.05	221.26	-	-	-	-	1,203.31

II. Trade Receivables ageing schedule For the year ended March 31, 2022

(Amount in ₹ Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		< 6 Months	6 Months - 1 Year	1 - 2 Years	2 - 3 Years	> 3 Years	
(i) Undisputed Trade Receivables - Considered good	-	433.78	144.17	-	-	-	577.95
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
Less: Allowance for Doubtful Receivables	-	-	-	-	-	-	-
Total:	-	433.78	144.17	-	-	-	577.95

No due date of payment is specified and the disclosure is made from the date of the transaction

Notes to Financial Statements

as at March 31, 2023

Note: 19 Cash & Bank Balances

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
a) Cash & Cash Equivalents		
i) Balance with banks	-	15.80
ii) Cash in hand	0.04	0.06
b) Other Bank Balances		
i) Bank Deposits with more than 3 months but less than 12 months maturity	1.39	-
c) Balance with banks to the extent held as margin money or security against the borrowings, guarantees, other commitments	12.47	-
Total	13.90	15.86

Note: 20 Short-Term Loans and Advances

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
A. Secured, Considered good		
a) Loans and advances to related parties	-	-
b) Other loans and advances	1.02	-
Less: Allowance for bad and doubtful loans and advances	-	-
Total	1.02	-

Note: 21 Other Current Assets

(Amount in ₹ Lakhs)

Particulars	As at	
	31/03/23	31/03/22
Advance Tax	75.00	-
Advances to suppliers	12.16	133.82
GST - ITC (Net)	17.35	-
Rental Advance	3.87	1.81
Interest Receivable	1.70	1.74
Staff Advance	-	7.60
Preliminary Expenses	0.18	0.18
Prepaid Expenses	0.23	-
TCS Receivable	0.81	0.78
TDS Receivables	7.35	4.04
SME IPO Expenses	61.76	-
Total	180.41	149.97

Note: 22 Revenue From Operations

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Sale of Products:		
Sales of Goods- Domestic	6,428.26	1,708.02
Sales of Goods- Export	576.46	153.10
Sale of services:		
Service	225.71	-
Total	7,230.43	1,861.12

Notes to Financial Statements

as at March 31, 2023

Note: 23 Other Income

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Interest Income	1.87	1.90
Subsidy Received	-	6.60
Foreign Exchange Gain	2.11	0.18
Duty Draw back	-	1.91
Other non-operating income	6.98	-
Total	10.96	10.59

Note: 24 Cost of Materials Consumed

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Opening material	-	-
Add: Purchase of material	5,709.09	1,168.68
Add: Purchase of Consumables	86.36	-
Less: Closing material	249.33	-
Less: Closing Consumables	64.31	-
Total	5,481.81	1,168.68

Note: 25 Changes in Inventories of Finished Goods

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Opening inventory of Finished Goods	57.74	116.11
Less: Closing inventory of Finished Goods	724.89	57.74
Total	(667.14)	58.37

Note: 26 Changes in Inventories of Stock-in-Trade

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Opening inventory of Stock in Trade	88.57	79.72
Add: Purchase of Stock in Trade	270.99	16.49
Less: Closing inventory of Stock in Trade	37.31	88.57
Total	322.25	7.64

Note: 27 Employee Benefits Expense

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Salaries & Wages	171.93	128.33
Contribution to Provident fund	5.73	4.21
Contribution to ESI	0.36	-
Provision for Gratuity	5.25	-
Staff Welfare	31.45	8.09
Total	214.72	140.63

Notes to Financial Statements

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Note: 28 Other Direct Expenses

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Power & Fuel	140.16	39.76
Lease & Office Rent	68.49	49.40
Freight Charges	169.00	43.89
Labour charges	67.47	10.83
Total	445.12	143.88

Note: 29 Finance Costs

(Amount in ₹ LakRhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Interest Expenses	83.61	54.47
Other Borrowing costs	1.73	0.87
Total	85.34	55.34

Note: 10 & 11 Depreciation & Amortisation Expenses

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Depreciation on Tangible Assets	125.94	68.38
Amortization on Intangible Assets	0.26	26.38
Total	126.20	94.75

Note: 30 Other Expenses

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31/03/23	31/03/22
Advertisement Charges	1.22	0.05
Payment to Auditors	4.50	1.50
Bank Charges	5.23	-
Common Area Maintenance Expenses	4.94	3.33
Late Fees	1.10	0.57
Legal and Professional Charges	7.95	0.45
Miscellaneous expenses	7.07	16
Postage & Telegram	2.71	-
Printing and Stationery	3.54	0.87
Repair & Maintenance Factory	7.44	-
Weighing Charges	1.04	0.29
Security Charges	3.63	3.48
Travelling Expense	7.01	4.53
TOTAL	57.38	30.70

Notes to Financial Statements

as at March 31, 2023

Note: 31 Company Overview & Significant Accounting Policies

I Company Overview

Krishca Strapping Solutions Private Limited (the Company) is a private limited company domiciled in India and was incorporated on December 12, 2017 vide Registration No.U74999TN2017PTC119939 under the provisions of the Companies Act, 2013. Krishca Strapping Solutions Private Limited converted into Krishca Strapping Solutions Limited on December 29, 2022 vide Registration No.U74999TN2017PLC119939. The registered office of the Company is situated at Building 01B, LOGOS, Mappedu Logistics Park, Satharai Village, Thiruvallur Taluk, Thiruvallur, Tamilnadu- 631203 India with operating units across the Country.

The Company engaged in business of manufacturing steel straps, seals, and to provide total packaging solution. The Company has manufacturing facilities in India and primarily caters to the Indian Market with some export operations to countries in the Middle East.

II Significant Accounting Policies

1 BASIS OF PREPARATION:

The Financial Statements have been prepared in accordance with Indian Generally Accepted Accounting Principles (IGAAP) under historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards prescribed by the Companies (Accounting Standards) Rules, 2021.

2 REVENUE RECOGNITION:

Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured. The company derives its revenues primarily from Sale Revenue of goods is recognised when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations. The Performance Obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.

Revenue is measured on the basis of sale price, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Accumulated experience is used to estimate the provision for such discounts and

rebates. Revenue is only recognised to the extent that it is highly probable a significant reversal will not occur.

Unbilled revenue represents earnings on ongoing fixed price and time and material contracts over and above the amounts invoiced to customers.

(i) Interest : on a time proportion basis taking into account the amount outstanding and the rate applicable.

(ii) Dividends : when the owner's right to receive payment is established by investments in shares.

(iii) Others : Other items of income and expenditure are recognized on accrual basis and as a going concern basis, and the accounting policies are consistent with the generally accepted accounting policies.

3 PROPERTY PLANT AND EQUIPMENT INCLUDING INTANGIBLE ASSETS:

Property Plant and Equipments are stated at cost, less accumulated depreciation. Cost includes cost of acquisition including material cost, freight, installation cost, duties and taxes, and other incidental expenses, incurred up to the installation stage, related to such acquisition. Property Plant and Equipments purchased in India in foreign currency are recorded in Rupees, converted at the exchange rate prevailed on the date of purchase. Intangible assets that are acquired by the Company are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less any accumulated amortisation and any accumulated impairment loss.

4 DEPRECIATION & AMORTISATION:

The Company has applied the estimated useful lives as specified in Schedule II of the Companies Act 2013 and calculated the depreciation as per the Written Down Value (WDV) method. Depreciation on new assets acquired during the year is provided at the rates applicable from the date of acquisition to the end of the financial year.

Intangible assets are amortised on a Written Down Value over the estimated useful life as specified in Schedule II of the Companies Act 2013. Amortisation on new assets acquired during the year is provided at the rates applicable from the date of acquisition to the end of the financial year.

5 IMPAIRMENT OF ASSETS:

The Management periodically assesses using, external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognised

Notes to Financial Statements

as at March 31, 2023

wherever the carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price and value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. Reversal of impairment loss is recognised immediately as income in the profit and loss account.

6 INVENTORIES:

Inventories includes raw material, semi finished goods, stock-in-trade, finished goods, stores & spares, consumables, packing materials, goods for resale and commercial premises are valued at lower of cost and net realizable value. Materials in transit is valued at cost incurred till date.

Raw Material and Components - Cost include cost of purchases and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using weighted average valued at cost incurred till date.

Finished/Semi-Finished Goods - cost includes cost of direct material, labor, other direct cost (Including variable costs) and a proportion of fixed manufacturing overheads allocated based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average cost basis.

Stock-in-trade - cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and conditions

Stores, Spare Parts, Consumables, Packing Materials etc. - cost is determined on FIFO basis.

Goods for Resale - cost is determined on FIFO basis.

Commercial Premises - Cost includes cost of land, premium for development rights, construction cost, materials, services and allocated interest and expenses incidental to the construction business.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale.

Adequate allowance is made for obsolete and slow-moving items.

7 USE OF ESTIMATES:

The preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires the Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and the reported amounts of income and expenses during the year. Examples of such estimates include provisions for doubtful debts, income taxes, post - sales customer support and the useful lives of Property Plant and Equipments and intangible assets.

8 FOREIGN CURRENCY TRANSACTIONS:

Domestic Operation:

I . Initial recognition :

A foreign currency transaction should be recorded, on initial recognition in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

II . Measurement :

Foreign currency monetary items should be reported using the closing rate.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency should be reported using the exchange rate at the date of the transaction

Non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency should be reported using the exchange rates that existed when the values were determined.

III . Treatment of Foreign exchange :

Exchange differences arising on settlement/restatement of foreign currency monetary assets and liabilities of the Company are recognised as income or expenses in the Statement of Profit and Loss.

9 EMPLOYEE BENEFITS:

A. Short - term employee benefits:

Leave encashment:

The leave encashment liability upon retirement would not arise as the accumulated leave is reimbursed every year and accounted at actual.

Notes to Financial Statements

as at March 31, 2023

B. Post-Employment benefits:

Defined benefit plan:

Gratuity liability is a defined benefit obligation and is unfunded. The Company accounts for liability for future gratuity benefits based on the actuarial valuation using Projected Unit Credit Method carried out as at the end of each financial year.

Defined contribution Plan:

Provident Fund: Eligible employees receive benefit from provident fund covered under the Provident Fund Act. Both the employee and the company make monthly contributions. The employer contribution is charged off to Profit & Loss Account as an expense.

10 TAXES ON INCOME:

Income Tax expense is accounted for in accordance with AS-22 Accounting for Taxes on Income for both Current Tax and Deferred Tax stated below:

A. Current Tax:

Provision for current tax is made in accordance with the provisions of the Income Tax Act, 1961.

B. Deferred Tax:

Deferred tax is recognised, subject to the consideration of prudence, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting year using the tax rates and tax laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax assets are recognised and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carried forward losses, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

11 RESEARCH & DEVELOPMENT:

Expenditure of intangible asset on the research phase are recognised as an expense when it is incurred and expenditure on development phase are recognised if it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

12 PROVISIONS AND CONTINGENT LIABILITIES:

A provision is recognised if, as a result of past event, the Company has a present legal obligation that can be

estimated reliably and it is probable that an outflow of economic benefit will be required to settle the obligation. Provisions are determined by the best estimate of outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is possible obligation or present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

13 EARNINGS PER SHARE:

Basic Earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as at the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

14 CASH AND CASH EQUIVALENTS:

Cash and cash equivalents comprise cash on hand and Cheque in hand, balance with bank, demand deposits with banks and other short term highly liquid investments that are readily convertible to known amounts of cash & which are subject to an insignificant risk of changes in value where it has a short maturity of three months or less from the date of acquisition.

15 CASH FLOW STATEMENT:

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

Notes to Financial Statements

as at March 31, 2023

16 INVESTMENTS:

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

17 GOVERNMENT GRANTS

Government grants related to assets are deducted from the cost of the asset and amortised over the useful life of the asset. Government grants related to income are presented as an offset against the related expenditure, and government grants that are awarded as incentives with no ongoing performance obligations are recognised as other income in the period in which the grant is received.

18 BORROWING COSTS

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost.

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are

capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation. All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

19 LEASES

As a Lessee

I. Operating Lease

Lease payments under an operating lease is recognised as an expense in the statement of profit and loss on a straight line basis over the lease term

As a Lessor

I. Operating Lease

Lease income from operating leases is recognised in the statement of profit and loss on a straight line basis over the lease term.

Notes to Financial Statements

as at March 31, 2023

Note: 32 Other notes to accounts

1 Contingent liabilities and commitments (to the extent not provided for):

A. Contingent Liabilities		(Amount in ₹ Lakhs)	
Particulars	As at		
	31-Mar-23	31-Mar-22	
Claims against the Company not acknowledged as debt	-	-	
Guarantees	-	-	
Other money for which the Company is contingently liable	-	-	
Total	-	-	

B. Commitments		(Amount in ₹ Lakhs)	
Particulars	As at		
	31-Mar-23	31-Mar-22	
Estimated amount of contracts remaining to be executed on capital account and not provided for	900.00	-	
Uncalled liability on shares and other investments partly paid	-	-	
Other commitments	-	-	
Total	900.00	-	

- 2 Company hasn't proposed any Dividend during the financial year 2022-23.
- 3 No issue of securities were made for the specific purpose by the company during the reporting year (Refer Note. 38).
- 4 Company has utilized the amount borrowed from banks and financial institution for the purpose for which it has been raised.
- 5 In the opinion of the Board, the assets other than Property, Plant and Equipment, Intangible Assets and non-current investments have value on realization in the ordinary course of business equal to the amount at which they are stated.
- 6 There are no proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)
- 7 The Company has borrowings from banks or financial institutions on the basis of security of current assets, details of the quarterly returns filed with them are disclosed below:-

Quarter	Name of the Bank	Particulars of the asset	Amount as per books	Amount as per the document submitted to the bank	Differences	Reason for material discrepancies
31/03/23	Indian bank	Sundry Debtors	1,010.83	1,005.92	4.91	Not material

Note: Debtors mentioned above only for 120 days.

- 8 The Company is not declared as wilful defaulter by any bank or financial institution or other lender.
- 9 The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

Notes to Financial Statements

as at March 31, 2023

10 The Company does not have any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.

11 Compliance with number of layers of companies:

The Company has no parent and subsidiaries with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

12 Compliance with approved Scheme(s) of Arrangements:

No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

13 Utilisation of Borrowed funds and share premium:

A. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

(i) 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

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

B. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding that the company shall

(i) 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

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

14 Payment to the Auditor:

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31-Mar-23	31-Mar-22
Audit Fee	3.00	1.50
Tax audit fees	1.00	-
IPO Expenses - Considered under other current assets	7.40	
Other matters	0.50	
Total	11.40	1.50

15 Corporate Social Responsibility:

The Company is not covered under section 135 of Companies Act, 2013, Since the applicable threshold limit was not exceeded by the Company during the reporting period.

16 Details of Raw Materials:

A. In case of Manufacturing Companies:

Notes to Financial Statements

as at March 31, 2023

A (i) Consumption Details

(Amount in ₹ Lakhs)

Particulars	For the year ended	
	31-Mar-23	31-Mar-22
Raw Material	5,481.81	1,168.68
Total	5,481.81	1,168.68

A (ii) Details of Goods Manufactured

(Amount in ₹ Lakhs)

Particulars	Sale Value for the year ended 31, Mar, 2023	Sale Value for the year ended 31, Mar, 2022	Closing Inventory	Opening Inventory
Manufactured Goods				
Finished Good - Strap	7,004.72	1,861.12	724.89	57.74
Total	7,004.72	1,861.12	782.63	57.74

17 Foreign Currency earned and expended:

(Amount in ₹ Lakhs)

Particulars	As at	
	31-Mar-23	31-Mar-22
A. Foreign currency earned		
Export of goods calculated on F.O.B. basis	576.46	153.10
Total	576.46	153.10
B. Foreign currency expended		
Total	-	-

18 Raw Materials:

(Amount in ₹ Lakhs)

Particulars	31-Mar-2023		As at 31-Mar-2022	
	Amount(in Rs.)	% of Consumption	Amount(in Rs.)	% of Consumption
A. Indigenous Goods Consumed during the year:				
Raw Materials	5,481.81	100.00	1,168.68	100.00
Total	5,481.81	100.00	1,168.68	100.00

19 Undisclosed income:

The Company do not have any transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. There is no previously unrecorded income and related assets have been recorded in the books of account during the year.

20 Details of Crypto Currency or Virtual Currency:

The Company has not traded or invested in Crypto currency or Virtual Currency during the Period

21 Dues to Micro, Small and Medium Enterprises:

There are no dues to Micro, Small and Medium Enterprises at the close of the Reporting Period.

Notes to Financial Statements

as at March 31, 2023

22 Disclosure of related parties/related party transactions pursuant to Accounting Standard (AS) - 18 "Related Party Disclosures":

A. List of Related Parties:

Name of Related Party	Relationship
Mr. L. Bala Manikandan	Managing Director
Mr. Terli Venkata Shivaji	Whole time director
Mrs. Sarala Devi	Whole time director cum CFO
Mrs. S. Ramya	Director
Mr. Achaya kumarasamy	Non Executive Director w.e.f. 12-12-2022
	Whole time Director w.e.f. 20-12-2018 to 20-06-2022
Mr.Subburajan Lenin krishnamoorthy	Father of Balamanikandan
Mrs. Anthoniammal	Mother of Balamanikandan
Spyromax Industries Pvt Ltd	Enterprise controlled by Mrs. Sarala Devi and Mrs. S. Ramya

B. Transaction with related Parties:

Particulars	Key Managerial Personnel	Relative of KMP	Enterprise controlled by Mrs. Sarala Devi and Mrs. S. Ramya
Loan from directors	672.41	259.64	-
	(599.88)	(311.28)	-
Loan Repaid to directors	767.11	250.80	-
	(655.41)	(434.57)	-
Sales of goods	-	-	198.99
	-	-	(Nil)
Director Remuneration	36.30	-	-
	(12.00)	-	-

Figures within brackets () represents Previous Year's amount.

C. Balances of Related Parties As at 31 March, 2023

Particulars	As at March 31, 2023	As at March 31, 2022
Loans from Director	26.81	121.51
Loans from relative	315.43	277.44
Spyromax Industries Pvt Ltd	57.29	-
Remuneration Payable	14.54	0.80

Notes to Financial Statements

as at March 31, 2023

D. Material Transaction with related parties:

(Amount in ₹ Lakhs)

Particulars	Name of Related Party	As at March 31, 2023	As at March 31, 2022
Loan from directors	Mr. Bala Manikandan	672.41	284.60
Loan from directors	Mrs. Sarala Devi	-	4.00
Loan from directors	Mr.Subburajan Lenin krishnamoorthy	259.64	311.28
Loan Repaid to directors	Mr. Bala Manikandan	767.11	196.32
Loan Repaid to directors	Mr.Subburajan Lenin krishnamoorthy	250.80	434.57
Loan Repaid to directors	Mrs. Sarala Devi	-	9.50
Loan Repaid to directors	Mrs. S. Ramya		15.02
Sales of goods	Spyromax Industries Pvt Ltd	198.99	Nil
Director Remuneration	Mr. Bala Manikandan	21.00	12.00
Director Remuneration	Mrs. Sarala Devi	4.00	-
Director Remuneration	Mr. Terli Venkata Sivaji	11.30	-

E. Material Balance with related parties:

(Amount in ₹ Lakhs)

Particulars	Name of Related Party	As at March 31, 2023	As at March 31, 2022
Director Remuneration	Mr. Bala Manikandan	21.00	12.00
Director Remuneration	Mrs. Sarala Devi	4.00	-
Director Remuneration	Mr. Terli Venkata Sivaji	11.30	-
Sale of Goods	Spyromax Industries Pvt Ltd	57.29	-

F. Compensation of Key Management Personnel

(Amount in ₹ Lakhs)

Particulars	As at 31-Mar- 2023	As at 31-Mar- 2022
Short-term employee benefits	36.30	12.00

Note:

1. Terms and conditions of sales and purchases: the sales and purchases transactions among the related parties are in the ordinary course of business based on normal commercial terms, conditions, market rates and memorandum of understanding signed with the related parties. For the year ended 31st March, 2023, the Company has not recorded any loss allowances for transactions between the related parties.
2. As the future liabilities for gratuity and leave encashment is provided on an actuarial basis and payment of insurance costs are made for the Company as a whole, the amount pertaining to the key management personnel is not ascertainable, therefore, not disclosed separately.
3. No amounts in respect of related parties have been written off/ written back during the year or has not made any provision for doubtful debts/ receivable.
4. Loan from CSL Capital Private limited, are partly secured by Personal Guarantee of Promoter Mr. Bala Manikandan & Director Mrs. Sarala Devi.
5. No Provisions for doubtful debts are made related to outstanding balances from related parties.

Notes to Financial Statements

as at March 31, 2023

6. No related party transactions are disclosed in aggregate.
7. Statutory disclosures of transactions with certain categories of related parties have been made.

23 Loans and Advances granted to Promoters, Directors, KMP and Related parties

a) Repayable on Demand

Type of Borrower	As at 31-Mar-2023		As at 31-Mar-2022	
	Amount of Loans and advances outstanding	% to the total Loans and Advances	Amount of Loans and advances outstanding	% to the total Loans and Advances
Directors and KMP	Nil		Nil	

b) Without specifying any terms or period of repayment

Type of Borrower	As at 31-Mar-2023		As at 31-Mar-2022	
	Amount of Loans and advances outstanding	% to the total Loans and Advances	Amount of Loans and advances outstanding	% to the total Loans and Advances
Directors and KMP	Nil		Nil	

24 Income Taxes:

I. Minimum Alternate Tax

The MAT credit can be carried forward and set off against future tax liabilities. A sum of Rs. 8,74,592 has been carried forward and disclosed under "Note No. 14 Loans and advances".

Particulars	(Amount in ₹ Lakhs)	
	As at	
	31-Mar-23	31-Mar-22
Current Tax	299.92	4.95
Less: MAT Credit Entitlement	-	-
Net Current Tax	299.92	4.95

25 Exchange Difference:

Particulars	(Amount in ₹ Lakhs)	
	For the year ended	
	31-Mar-23	31-Mar-22
Exchange Difference Gain/(Loss)	2.11	0.18
Total	2.11	0.18

26 Inventories:

- (a) As on 31st March, 2023 the Company has Inventories of Rs. 1075.84 Lakhs
- (b) The amount of write-down of inventories recognised as an expense in the period - Nil
- (c) The amount of any reversal of any write-down that is recognised as a reduction in the amount of inventories recognised as expense in the period - Nil
- (d) There are no circumstances or events that led to the reversal of write down of inventories during the year.
- (e) The carrying amount of inventories pledged as security for liabilities during the year is Rs. 1075.84 Lakhs

Notes to Financial Statements

as at March 31, 2023

27 Employee Benefit (Incurred in India):

- A. Provident Fund** - The Company has contributed Rs.5.73 lakhs for the year 2023 and Rs. 4.21 in the previous year towards the Employees Provident Fund.
- B. Gratuity** - The Present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method. This method considers each period of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation.

Interest cost: It is the increase in the Plan liability over the accounting period resulting from the operation of the actuarial assumption of the interest rate.

Current Service Cost: is the discounted present value of the benefits from the Plan's benefit formula attributable to the services rendered by employees during the accounting period.

Actuarial Gain or Loss: occurs when the experience of the Plan differs from that anticipated from the actuarial assumptions. It could also occur due to changes made in the actuarial assumptions.

(i) Reconciliation of Opening and closing balance of Gratuity Obligations:

Particulars	(Amount in ₹ Lakhs)	
	As at	
	31-Mar-23	31-Mar-22
Net Liability as at the beginning of the period	3.09	-
Net Expenses in P/L A/c	2.16	3.09
Benefits Paid	-	-
Net Liability as at the end of the period	5.25	3.09
Total	5.25	3.09

(No Fund is being maintained)

(ii) Reconciliation of Opening and closing balance of Gratuity Obligations:

Expenses recognized during the year in Profit & Loss Account:

Particulars	(Amount in ₹ Lakhs)	
	As at	
	31-Mar-23	31-Mar-22
Interest Cost	0.23	-
Current Service Cost	5.06	-
Net Actuarial (gain) / loss	(0.05)	-
Net Expenses to be recognized in P&L	5.25	-
Total	5.25	-

Notes to Financial Statements

as at March 31, 2023

(iii) Changes in Benefit Obligations:

Particulars	(Amount in ₹ Lakhs)	
	As at	
	31-Mar-23	31-Mar-22
Opening Defined benefit Obligation	3.09	-
Current service cost	1.98	-
Interest cost for the year	0.23	-
Actuarial losses (gains)	(0.05)	-
Benefits paid	-	-
Closing Defined benefit Obligation	5.25	-
Total	5.25	-

(iv) Valuation Bases / Assumptions:

* Rate of Mortality	10% UP	10% UP
* Valuation Date	31/03/23	31/03/22
* Rate of Interest	7.52%	7.52%
* Rate of Salary Escalation	6.00%	6.00%
* Rate of exit due to reasons other than death or retirement	5.00%	5.00%
* Rate of Return on Plan Assets	0.00%	0.00%

28 Cashflow Statement

- (1) Amount of significant cash and cash equivalent balances held by the Company as on 31-03-2023 Rs. 0.04 Lakhs
- (2) The Company has borrowing facility of Rs. 350.00 lakhs and there are undrawn borrowing facilities that may be available for future operating activities and to settle capital commitments amounting to Rs. 46.16 lakhs.
- (3) The Company has appropriate amount of Cash flows that are required to maintain operating capacity.
- (4) Company has adequately invested for the maintenance of its operating capacity.
- (5) The exclusion of non-cash transactions from the cash flow statement is consistent with the objective of a cash flow statement as these items do not involve cash flows in the current period.

29 Changes in Accounting Estimates

There are no changes in Accounting Estimates made by the company during the year.

30 Changes in Accounting Policies

There are no changes in an accounting policies made by the company during the year.

31 Postponement of Revenue Recognition

There are no circumstances in which revenue recognition has been postponed pending the resolution of significant uncertainties.

32 Disclosures on PPE and Intangible Assets

Notes to Financial Statements

as at March 31, 2023

I. Property, plant and equipment

- 1) The Company have restrictions on the title property, plant and equipment pledged as security for liabilities.
- 2) There is contractual commitments for the acquisition of property, plant and equipment to the tune of Rs. 900 Lakhs.
- 3) There is no amount of compensation from third parties for items of property, plant and equipment that were impaired, lost or given up that is included in the statement of profit and loss.
- 4) Company has no assets that are retired from active use and held for disposal.
- 5) There are no temporarily idle property, plant and equipment.
- 6) The Company is not having any fully depreciated property, plant and equipment that is still in use.
- 7) The Company has not revalued any class of property, plant and equipment.
- 8) There are no property, plant and equipment retired from active use and not held for disposal.

II. Intangible asset

- 1) The company has no Intangible assets which has been amortised over more than ten years, from the date when the asset is available for use.
- 2) Company has no individual intangible asset that is material to the financial statements of the enterprise as a whole.
- 3) The title of intangible assets are not restricted and the carrying amounts of intangible assets are not pledged as security for liabilities.
- 4) The Company has no commitments for the acquisition of intangible assets.
- 5) The company has no intangible asset which is fully amortised and that is still in use.
- 6) Company has not acquired any assets through business combinations.
- 7) The Company has recognised the depreciation charged during the period in statement of profit and loss.

33 Investments

- (a) Company has not disposed of any Investment during the year.
- (b) The Company has made investment in Axis short term fund - Regular growth of Rs. 25.00 Lakhs (Market value Rs. 25.97 lakhs) and which has been lien marked in favour of Tata Capital Financial Services Ltd

34 Borrowing Costs

There are no amount of borrowing costs to be capitalised during the financial year 2022-23.

35 Leases

Operating lease agreement has been made by the Company for factory lease with ILV Distripark Private Limited , Tiruvallur District, Chennai - 631203.

Total of Future minimum lease payments in the following period:

Particulars	< 1 Year	1 - 5 years	> 5 years	Total
Future minimum lease payments for Factory rent	58,31,185	3,38,32,044	44,65,342	4,41,28,571

Notes to Financial Statements

as at March 31, 2023

36 Earnings Per Share

(Amount in ₹ Lakhs)

Particulars	As at	
	31-Mar-23	31-Mar-22
1. Profit attributable to equity shareholders before extraordinary items (A)	934.26	150.55
2. Profit attributable to equity shareholders after extraordinary items (B)	934.26	150.55
3. Weighted average number of equity shares outstanding during the year (C)	87.50	67.69
4. Effect of potential equity shares on employee stock options outstanding		
5. Effect of any other items of potential Equity Shares eg. Convertible Debentures, Convertible Preference Shares		
6. Weighted average number of potential equity shares outstanding during the year for the purpose of computing Diluted Earnings Per Share (D)	87.50	67.69
7. Basic earnings per share before extraordinary items of face value of ₹ 10 each (A/C)	10.68	2.22
8. Basic earnings per share after extraordinary items of face value of ₹ 10 each (B/C)	10.68	2.22
9. Diluted earnings per share before extraordinary items of face value of ₹ 10 each (A/D)	10.68	2.22
10. Diluted earnings per share after extraordinary items of face value of ₹ 10 each (B/D)	10.68	2.22

37 Impairment of Assets

There are no impaired assets during the year.

38 The Company has got listed on the SME platform of the NSE Emerge w.e.f. May 26, 2023. The Company has made an Initial Public Offer of 33,20,000 equity shares of Rs. 10 each at a premium of Rs. 44 per share.

39 Ratios

S. No	Ratios	Measure	31-Mar-23	31-Mar-22	% Variance	Reason for Variation
a.	Current Ratio Current Assets / Current liabilities	Times	1.28	1.14	12%	
b.	Debt-Equity Ratio Total Debt / Total Shareholder's Equity	Times	1.11	5.90	-81%	Debt Increased for Working Capital Purpose
c.	Debt Service Coverage Ratio Earnings available for debt service / Debt Service	Times	9.04	5.25	72%	Debt Increased for Working Capital Purpose
d.	Return on Equity Ratio (Net Profit After Taxes - Preference Dividend if any) / Average Shareholder's Equity	Percentage	0.85	0.94	-10%	
e.	Inventory Turnover Ratio Cost of Goods Sold (or) Sales / Average Inventory	Times	11.83	10.88	9%	
f.	Trade Receivables Turnover Ratio Credit Sales / Average Trade Receivables	Times	8.12	4.61	76%	Due to Increase in Credit Sales
g.	Trade Payable Turnover Ratio Credit Purchases / Average Trade Payables	Times	12.47	14.51	-14%	

Notes to Financial Statements

as at March 31, 2023

S. No	Ratios	Measure	31-Mar-23	31-Mar-22	% Variance	Reason for Variation
h.	Net Capital Turnover Ratio Net Sales / Average Working Capital Net Sales-Total Sales-Sales Return Average Working Capital-((Opening Current Assets - Opening Current Liabilities)+(Closing Current Assets - Closing Current Liabilities))/2	Times	13.27	16.74	-21%	
i.	Net Profit Ratio Net Profit/ Total Sales	Percentage	13%	8%	60%	Due to increase in Productivity
j.	Return on Capital Employed (EBIT / Capital Employed) * 100	Percentage	54%	21%	161%	Due to increase in Productivity and Equity Increase
k.	Return on Investment Income generated from investments/ Total Investment*100	Percentage	7%	0%	7%	

40 The accounts of Trade Receivables, Trade Payables, Loans and Advances are subject to formal confirmations/reconciliations and consequent adjustments, if any.

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

For and on behalf of the Board of Directors of
KRISHCA STRAPPING SOLUTIONS LIMITED

L. BALA MANIKANDAN

Managing Director
DIN: 07941696

SARALADEVI

Chief Financial Officer
DIN: 07941812
Place: Chennai
Date: 08-06-2023

TERLI VENKATA SHIVAJI

Whole Time Director
DIN: 07159540

DIYA VENKATESAN

Company Secretary
Membership No: 55736

As per our report of even date attached
For L.U.KRISHNAN & CO
Chartered Accountants
Firm's Registration.No: 0015275

P K MANOJ

Partner
Membership Number: 207550
UDIN: 23207550BGWMGP3855

Place: Chennai
Date: 08-06-2023



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