

INDEPENDENT AUDITORS' REPORT

To the Members of
Refron Valves Private Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Refron Valves Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021 ("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditors' 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 Act and the Rules made 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 audit opinion.

Information Other than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report but does not include the financial statements and our auditors' report thereon. The above-referred information is expected to be made available to us after the date of this audit report.

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

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



Converted into Limited Liability Partnership (LLPIN: ABB-3171) w. e. f. June 7, 2022 from K C Mehta & Co. (Firm Reg. No.: GUJVA102890)

Registered Office: Meghdhanush, Race Course, Vadodara - 390 007 | Branches: Ahmedabad • Bengaluru • Mumbai

Phone: +91 265 2440400 | e-mail: connect@kcmehta.com | website: www.kcmehta.com

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.

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

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

In preparing the financial statements, 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.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

1. In view of Para 1(2)(iv) of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, the said Order is not applicable to the Company.
2. As required by Section 143(3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. the Balance Sheet, the Statement of Profit and loss dealt with by this Report are in agreement with the books of account;
 - d. in our opinion, the aforesaid financial statements comply with the Accounting Standards (AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended;
 - e. on the basis of the written representations received from the directors as on March 31, 2023, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164(2) of the Act;



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- f. with respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls as required under Clause (i) of Sub-section 3 of Section 143 of the Act, the same is not applicable to the Company vide amendment to the notification G.S.R 464(E) dated 13th June 2017;
- g. with respect to the other matters to be included in the Auditors' Report in accordance with the requirements of section 197(16) of the Act, as amended, the same is not applicable to the company, it being a private company.
- h. with respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. the Company does not have any pending litigations which would impact its financial position;
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2023;
 - 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 it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) the management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(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. As stated in Note 5 to the financial statements, the dividend declared and paid during the year by the company is in compliance with Section 123 of the Companies Act, 2013.
- vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company from Financial Year beginning April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year 2022-2023.

For K C Mehta & Co LLP
Chartered Accountants
Firm's Registration No.106237W/W100829


Neela R. Shah
Partner
Membership No.: 045027
UDIN: 23045027BGTEMK8056
Place: Vadodara
Date: May 8, 2023




REFRON VALVES PRIVATE LIMITED
Balance Sheet as at March 31, 2023

(Amount in ₹ Lakh)

| | Particulars | Notes | As at March 31, 2023 | As at March 31, 2022 |
|-----------|---|--------|-------------------------|-------------------------|
| I | EQUITY AND LIABILITIES | | | |
| 1 | Shareholders' Funds | | | |
| | (a) Share Capital | 5 | 12.07 | 12.07 |
| | (b) Reserves and Surplus | 6 | 1,334.45 | 1,249.37 |
| | | | 1,346.52 | 1,261.44 |
| 2 | Non-current Liabilities | | | |
| | (a) Long Term Provisions | 7 | 31.76 | 25.46 |
| | | | 31.76 | 25.46 |
| 3 | Current Liabilities | | | |
| | (a) Trade Payables | | | |
| | Dues to Micro and small enterprises | 8 | 29.29 | 34.07 |
| | Dues to others | 8 | 25.08 | 74.50 |
| | (b) Other Current Liabilities | 9 | 30.39 | 29.01 |
| | (c) Short Term Provisions | 10 | 0.38 | 0.28 |
| | | | 85.14 | 137.86 |
| | TOTAL | | 1,463.42 | 1,424.76 |
| II | ASSETS | | | |
| 1 | Non-current Assets | | | |
| | (a) Property, Plant & Equipment | 11 | 48.66 | 57.25 |
| | (b) Non-current Investments | 12 | 12.20 | 12.20 |
| | (c) Deferred Tax Assets (Net) | 13 | 4.84 | 2.97 |
| | (d) Long Term Loans and Advances | 14 | 150.00 | 150.00 |
| | (e) Other Non Current Assets | 15 | 1.48 | 1.10 |
| | | | 217.18 | 223.52 |
| 2 | Current Assets | | | |
| | (a) Current Investments | 16 | 1,100.00 | 1,100.00 |
| | (b) Inventories | 17 | 74.94 | 42.16 |
| | (c) Trade Receivables | 18 | 57.31 | 50.47 |
| | (d) Cash and Bank Balances | 19 | 7.91 | 6.91 |
| | (e) Short Term Loans and Advances | 20 | 1.60 | 1.66 |
| | (f) Other Current Assets | 21 | 4.48 | 0.04 |
| | | | 1,246.24 | 1,201.24 |
| | TOTAL | | 1,463.42 | 1,424.76 |
| | Significant accounting policies and notes to financial statements | 1 - 40 | | |

As per our report of even date attached
For K C Mehta & Co LLP
Chartered Accountants


Neela R. Shah
Partner
Membership No.: 045027



Place: Vadodara
Date: 8th May, 2023

For and on behalf of the Board


Lata Rungta
Director
DIN: 00040058


Pranav Rungta
Director
DIN: 00040318

Place: Mumbai
Date: 8th May, 2023

REFRON VALVES PRIVATE LIMITED
Statement of Profit and Loss for the year ended on March 31, 2023

(Amount in ₹ Lakh)

| | Particulars | Notes | For the year ended March 31, 2023 | For the year ended March 31, 2022 |
|------|--|--------|-----------------------------------|-----------------------------------|
| I | Revenue from Operations | 22 | 742.67 | 744.76 |
| II | Other Income | 23 | 18.78 | 33.44 |
| III | Total Income (I + II) | | 761.45 | 778.20 |
| IV | Expenses | | | |
| | Cost of Raw Materials Consumed | 24 | 327.95 | 321.24 |
| | Changes in Inventories of Finished Goods and Work in Progress | 25 | (19.75) | (6.54) |
| | Employee Benefits Expenses | 26 | 40.72 | 34.29 |
| | Depreciation | 27 | 7.93 | 8.03 |
| | Other Expenses | 28 | 250.50 | 240.05 |
| V | Total Expenses | | 607.35 | 597.07 |
| VI | Profit before tax (III-V) | | 154.10 | 181.13 |
| VII | Tax Expenses | | | |
| | Current Tax | | 41.00 | 47.00 |
| | Deferred Tax | | (1.87) | (1.15) |
| | Taxation pertaining to earlier years | | (0.25) | (0.44) |
| | Total Tax Expenses | | 38.88 | 45.41 |
| VIII | Profit for the year (VI-VII) | | 115.24 | 135.73 |
| IX | Basic Earnings per share (Nominal value of ₹ 10 per equity share) | 29 | 95.48 | 112.45 |
| | Significant accounting policies and notes to financial statements | 1 - 40 | | |

As per our report of even date attached
For K C Mehta & Co LLP
Chartered Accountants


Neela R. Shah
Partner
Membership No.: 045027



Place: Vadodara
Date: 8th May, 2023

For and on behalf of the Board


Lata Rungta
Director
DIN: 00040058


Pranav Rungta
Director
DIN: 00040318

Place: Mumbai
Date: 8th May, 2023

REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

1. Corporate Information

Refron Valves Private Limited (the "Company") is a private limited Company having its register office at Vadodara, Gujarat. The Company is engaged in the business of manufacture and sale of Freon valves and all its activities are in India.

2. Basis of Preparation

The financial statements are prepared under the historical cost convention in accordance with the applicable Accounting Standards (AS) prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Accounting Standards) Rules, 2021 and other relevant provisions of the Act and Rules thereunder, as amended from time to time.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

3. Use of Estimates

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from estimates. Differences between the actual results and the estimates are recognised in the period in which the same are known/materialised.

4. Significant Accounting Policies

(a). Revenue Recognition

(i). Sale of Goods

Revenue from sale of goods is recognized when the significant risks and rewards in respect of ownership of products are transferred to the buyer as per the terms of contract. Sales are net of sales returns, rate difference adjustments if any and taxes or duties collected on behalf of the government.

(ii). Other income

Interest on investments is booked on a time proportion basis taking into account the amounts invested and the rate of interest. Profit on sale of investments is recorded upon transfer of title by the Company. It is determined as the difference between the sales price and carrying amount of the investment. Dividend income is recognised when the right to receive payment is established. Other income is recognized on accrual basis except when realisation of such income is uncertain.

(b). Property, Plant and Equipment

Property, Plant & Equipment (PPE) comprises of Tangible assets. PPE are stated at cost, net of tax/duty credit availed, if any, after reducing accumulated depreciation and accumulated impairment losses, if any; until the date of the Balance Sheet. The cost of PPE comprises of its purchase price or its construction cost (net of applicable tax credit, if any), any cost directly attributable to bring the asset into the location and condition necessary for it to be capable of operating in the manner intended by the management. Direct costs are capitalized until the asset is ready for its intended use and includes borrowing cost capitalised in accordance with the Company's accounting policy.

An item of PPE is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit

Freehold Land is not depreciated. Depreciation on PPE other than Land has been provided on Straight line method over the useful lives of the assets as prescribed under Part C of Schedule II to the Companies Act, 2013.



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

(c). Impairment of Assets

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit & Loss. If at the Balance Sheet date, there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

(d). Investments

Investments are either classified as current or long term based on the management intention at the time of purchase. Current investments are stated at lower of cost or fair value. Long term investments are shown at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. However, when there is decline, other than temporary in the value of long term investment, the carrying amount is reduced to recognize the decline.

Investment in land and buildings that are not intended to be occupied substantially for use by, or in the operations of the Company, have been classified as investment property. Investment properties are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Land is not depreciated.

(e). Inventories

The inventories are valued at cost or net realizable value whichever is lower. The basis of determining the value of each class of inventory is as follows:

Raw Material and Stores & Spares: - At weighted average cost

Work in Process :- Cost represents raw material, labour and appropriate proportion of manufacturing expenses and overheads as per stage of completion.

Finished Goods :- Cost represents raw material, labour and appropriate proportion of manufacturing expenses and overheads.

Scrap: - At Net realizable value

(f). Employee benefits

Post Employment benefits:

(i) Defined Contribution Plan:

The Company's contribution to defined contribution plan paid/payable for the year is charged to the Statement of Profit and loss.

(ii) Defined Benefit Plan:

The liabilities towards defined benefit schemes are determined using the Projected Unit Credit method. Actuarial valuations under the Projected Unit Credit method are carried out at the balance sheet date. Actuarial gains and losses are recognized in the Statement of Profit and Loss in the period of occurrence of such gains and losses. Past service cost is recognized immediately to the extent that the benefits are already vested and otherwise it is amortized on straight-line basis over the remaining average period until the benefits become vested. The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation.

Short Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as a liability. These benefits include salary, wages, bonus, performance incentives etc.

Long Term Employee Benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as an actuarially determined liability at present value of the defined benefit obligation at the balance sheet date.

Medical & Leave Travel Assistance benefits

Liability on account of the Company's obligation under the employee's medical reimbursement scheme and leave travel assistance is provided on actual basis.



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

(g). Taxes on income

Tax expense for the year comprises current tax and deferred tax.

(i) Current Tax:

The provision for taxation is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961.

(ii) Deferred Tax:

The deferred tax is recognized on timing differences between the book profit and taxable profit for the year. It is accounted for by applying the tax rates and the tax laws that have been enacted or substantively enacted as on the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is reasonable certainty that the assets can be realized in future.

Deferred tax assets in case of unabsorbed losses and unabsorbed depreciation are recognized only if there is virtual certainty that such deferred tax asset can be realized against future taxable profits.

(h). Leases

Assets given on operating lease

Assets leased out where a significant portion of the risks and rewards of ownership are retained by the Company are classified as operating leases. Lease rentals are recognised in the Statement of Profit and Loss.

(i). Foreign Currency Transactions

Foreign currency transactions during the year are recorded at the rate of exchange prevailing on the date of the transactions. At the year end, all the monetary assets and liabilities denominated in foreign currency are restated at the closing exchange rates. Exchange differences resulting from the settlement of such transactions and from the translation of such monetary assets and liabilities are recognised in the Statement of Profit and Loss. Non-monetary items denominated in foreign currency, (such as advances received /given, investments, property, plant and equipment, etc.) are recorded at the exchange rate prevailing on the date of the transaction.

(j). Provisions, Contingent Liabilities & Contingent Assets

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed.



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

5. Share Capital

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Authorised Shares (Nos) 250,000 Equity Shares of ₹ 10 each | 25.00 | 25.00 |
| Issued, Subscribed and Fully Paid-up 120,700 Equity Shares of ₹10 each fully paid | 12.07 | 12.07 |
| | 12.07 | 12.07 |

(a) Terms and Rights attached to each class of share

The Company has only one class of equity shares having a par value of Rupees 10 per share. For all matters submitted to vote in a shareholders meeting of the Company every holder of an equity share as reflected in the records of the Company on the date of the shareholders meeting shall have one vote in respect of each share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting and shall be paid to each holder of Equity shares in proportion to the number of shares held of total equity shares outstanding as on that date. In the event of liquidation of the Company all preferential amounts if any shall be discharged by the Company. The remaining assets of the Company shall be distributed to the holders of equity shares in proportion. During the year ended March 31, 2023, the Company has paid final dividend for the year ended March 31, 2022 of ₹ 25 per equity share. The total amount paid during the year ended March 31, 2023 was ₹ 30.18 Lakh.

The Board of Directors at its meeting held on 8th May, 2023 have recommended a payment of final dividend of ₹ 25 per equity share for the financial year ended March 31, 2023. The same amounts to ₹ 30.18 Lakh. The above is subject to approval at the ensuing Annual General Meeting of the Company and is not recognised as

(b) Reconciliation of shares outstanding

| Equity Shares | March 31, 2023 | | March 31, 2022 | |
|---|----------------|--------------------|----------------|--------------------|
| | Nos. | (Amount in ₹ Lakh) | Nos. | (Amount in ₹ Lakh) |
| Shares outstanding at the beginning of the period | 1,20,700 | 12.07 | 1,20,700.00 | 12.07 |
| Add: Shares issued during the period | - | - | - | - |
| Less: Shares reduced during the period | - | - | - | - |
| Shares outstanding at the end of the period | 1,20,700 | 12.07 | 1,20,700.00 | 12.07 |

(c) Number of shares held by each shareholder holding more than 5 % shares in the Company are as follows:

| Sr No. | Name of the shareholder | March 31, 2023 | | March 31, 2022 | |
|--------|-------------------------|----------------|--------------|----------------|--------------|
| | | No of shares | % of Holding | No of shares | % of Holding |
| 1 | Mrs. Lata Rungta | 1,20,000 | 99.42% | 1,20,000 | 99.42% |

(d) Details of Promoters' Shareholding :

| Sr No. | Name of the shareholder | March 31, 2023 | | March 31, 2022 | |
|--------|-------------------------|----------------|--------------|----------------|--------------|
| | | No of shares | % of Holding | No of shares | % of Holding |
| 1 | Lata Rungta | 1,20,000 | 99.42% | 1,20,000 | 99.42% |
| 2 | Devendra Kumar Jain | 100 | 0.08% | 100 | 0.08% |
| 3 | Vivek Kumar Jain | 100 | 0.08% | 100 | 0.08% |

6. Reserves and Surplus

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|--|-----------------|-----------------|
| General Reserve | | |
| Balance as per last Balance Sheet | 450.00 | 400.00 |
| Add: Transfer from surplus in the Statement of Profit and Loss | - | 50.00 |
| Balance as at the end of the year | 450.00 | 450.00 |
| Balance as per last Balance Sheet | 799.38 | 743.82 |
| Add: Profit for the year | 115.24 | 135.73 |
| Less: Appropriations | | |
| Final Dividend | 30.18 | 30.18 |
| General Reserve | - | 50.00 |
| Closing Balance | 884.44 | 799.37 |
| Total Reserves and Surplus | 1,334.44 | 1,249.37 |



REFRON VALVES PRIVATE LIMITED
Notes to the financial statements for the year ended March 31, 2023

| | | (Amount in ₹ Lakh) | |
|--|--|--------------------|----------------|
| 7. Long Term Provisions | | | |
| Particulars | | March 31, 2023 | March 31, 2022 |
| Provision for Employee Benefits | | | |
| - for Gratuity | | 9.51 | 7.54 |
| - for Leave Benefits | | 3.98 | 3.04 |
| Provision for Others | | | |
| - Gratuity Payable to Contractor Workers | | 18.27 | 14.88 |
| | | 31.76 | 25.46 |

| | | (Amount in ₹ Lakh) | |
|-------------------------------------|--|--------------------|----------------|
| 8. Trade Payables | | | |
| Particulars | | March 31, 2023 | March 31, 2022 |
| Dues to Micro and Small enterprises | | 29.29 | 34.07 |
| Dues to others | | 25.08 | 74.50 |
| | | 54.37 | 108.57 |

| | | (Amount in ₹ Lakh) | | | | |
|------------------------------|---------|--------------------|-----------|-----------|-------------|--|
| Trade Payables Ageing | | | | | | |
| FY 22-23 | Not Due | Less than 1 Year | 1- 2 Year | 2- 3 Year | More Than 3 | |
| (i) MSME* | 29.29 | - | - | - | - | |
| (ii) Others | 25.08 | - | - | - | - | |
| (iii) Disputed Dues - MSME* | - | - | - | - | - | |
| (iv) Disputed Dues - Others | - | - | - | - | - | |
| FY 21-22 | | | | | | |
| (i) MSME* | 34.07 | - | - | - | - | |
| (ii) Others | 74.50 | - | - | - | - | |
| (iii) Disputed Dues - MSME* | - | - | - | - | - | |
| (iv) Disputed Dues - Others | - | - | - | - | - | |

*Micro and Small Enterprises in line with Note - 8: Trade Payables

This information as required to be disclosed under Micro Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company. Information in terms of section 22 of Micro, Small and Medium Enterprises Development Act, 2006 are given below:

| | | (Amount in ₹ Lakh) | |
|--|--|--------------------|----------------|
| Trade payables -Total outstanding dues of Micro & Small enterprises | | March 31, 2023 | March 31, 2022 |
| (a) Principal & Interest amount remaining unpaid but due as at year end | | | |
| - Principal | | 29.29 | 34.07 |
| - Interest | | - | - |
| (b) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the | | - | - |
| (c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act, 2006 | | - | - |
| (d) Interest accrued and remaining unpaid as at year end. | | - | - |
| (e) Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise. | | - | - |

Payments yet to be made to suppliers beyond the due date amounts to ₹ 16.14 Lakh (P.Y. ₹ Nil). Interest on such delayed payments amounts to ₹ 0.05 Lakh which is not provided in the books of account. Further, interest accrued and remaining unpaid at the year end is ₹ Nil (P.Y. ₹Nil).

| | | (Amount in ₹ Lakh) | |
|-------------------------------------|--|--------------------|----------------|
| 9. Other Current Liabilities | | | |
| Particulars | | March 31, 2023 | March 31, 2022 |
| Other Payables :- | | | |
| Statutory dues and taxes | | 2.66 | 4.43 |
| Retention money | | 17.87 | 15.18 |
| Employees dues payables | | 6.49 | 5.08 |
| Other expenses payables | | 2.92 | 4.00 |
| Advance from customers | | 0.45 | 0.32 |
| | | 30.39 | 29.01 |

| | | (Amount in ₹ Lakh) | |
|---|--|--------------------|----------------|
| 10. Short Term Provisions | | | |
| Particulars | | March 31, 2023 | March 31, 2022 |
| Provision for Employee Benefits | | | |
| - for Gratuity | | 0.20 | 0.15 |
| - for Leave Benefits | | 0.18 | 0.13 |
| Other provisions | | | |
| Provision for Income Tax (Net of Advance Tax) | | - | - |
| | | 0.38 | 0.28 |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

1.1. Property, Plant & Equipment

| Particulars | (Amount in ₹ Lakh) | | | | | | |
|-----------------------------|--------------------|--------------|--------------|-------------|---------------|--------------|---------------|
| | Freehold Land | Buildings | Plant & | Office | Furniture and | Vehicles | Total |
| Cost or valuation | | | | | | | |
| Balance as at 1 April 2021 | 2.09 | 40.64 | 64.14 | 5.33 | 19.38 | 32.14 | 163.72 |
| Additions | | | | | | | |
| Balance as at 31 March 2022 | 2.09 | 40.64 | 64.14 | 5.33 | 19.38 | 32.14 | 163.72 |
| Additions | - | - | 0.92 | - | - | - | 0.92 |
| Disposals / Discard | - | - | (2.04) | (1.05) | (5.88) | - | (8.97) |
| Balance as at 31 March 2023 | 2.09 | 40.64 | 63.02 | 4.28 | 13.50 | 32.14 | 155.67 |
| Depreciation | | | | | | | |
| Balance as at 1 April 2021 | - | 13.54 | 47.82 | 4.51 | 16.29 | 19.87 | 102.03 |
| Charge for the year | - | 1.13 | 1.49 | 0.21 | (2.37) | 3.98 | 4.44 |
| Balance as at 31 March 2022 | - | 14.67 | 49.31 | 4.72 | 13.92 | 23.84 | 106.46 |
| Charge for the year | - | 1.13 | 2.06 | 0.25 | 0.51 | 3.98 | 7.93 |
| Disposals / Discard | - | - | (2.02) | (1.04) | (4.31) | - | (7.37) |
| Balance as at 31 March 2023 | - | 15.80 | 49.34 | 3.93 | 10.12 | 27.82 | 107.01 |
| Net Block | | | | | | | |
| Balance as at 31 March 2022 | 2.09 | 25.97 | 14.83 | 0.61 | 5.46 | 8.30 | 57.26 |
| Balance as at 31 March 2023 | 2.09 | 24.84 | 13.68 | 0.35 | 3.38 | 4.32 | 48.66 |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

12. Non-current Investments

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|---------------------|----------------|----------------|
| Investment Property | 12.20 | 12.20 |
| | 12.20 | 12.20 |

The details of aggregate amount of quoted, unquoted investments with the provision for diminution is classified as under:

| Particulars | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|
| Aggregate amount of Investment Property | 12.20 | 12.20 |
| Aggregate provision for diminution in value of investment property | - | - |

Investment Property, Freehold land of ₹ 12.20 Lakh is given on operating lease.

13. Deferred Tax Assets (Net)

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Deferred Tax Liabilities | | |
| Impact of difference between tax depreciation and depreciation charged in the books | - | 0.50 |
| | - | 0.50 |
| Deferred Tax Assets | | |
| Expenditure allowable on payment basis under Income-tax Act, 1961 | 1.73 | 1.34 |
| Provision for employee benefits | 2.44 | 1.93 |
| Provision for Inventory | 0.50 | 0.20 |
| Impact of difference between tax depreciation and depreciation charged in the books | 0.17 | - |
| | 4.84 | 3.47 |
| | 4.84 | 2.97 |

14. Long Term Loan and Advances

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Unsecured, considered good | | |
| Loans and advances to related party (see note no. 33) | | |
| - Inter corporate deposits | 150.00 | 150.00 |
| | 150.00 | 150.00 |

Note: Loans and advances include dues from a private company where Director of the Company is a member.

Disclosure pertaining to loans given to related parties without specifying terms of period of repayment:

FY 22-23

| Type of Borrower | Amount of loan or advance in the nature of loan outstanding | Percentage to the total Loans and Advances in the nature of loans |
|------------------|---|---|
| Related Parties | 150.00 | 100% |

FY 21-22

| Type of Borrower | Amount of loan or advance in the nature of loan outstanding | Percentage to the total Loans and Advances in the nature of loans |
|------------------|---|---|
| Related Parties | 150.00 | 100% |

15. Other Non-current Assets

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|-------------------|----------------|----------------|
| Security Deposits | 1.48 | 1.10 |
| | 1.48 | 1.10 |



REFRON VALVES PRIVATE LIMITED
Notes to the financial statements for the year ended March 31, 2023

16. Current Investments

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|--|-----------------|-----------------|
| Unquoted | | |
| Investment in Mutual Funds | | |
| ICICI Prudential Corporate Bond Fund-Growth 985,409.735 units (PY 985,409.735 units) - Face Value of ₹ 10 each | 225.00 | 225.00 |
| Kotak Bond STP - Growth 539,260.359 units (PY 539,260.359 units) - Face Value of ₹ 10 each | 224.00 | 224.00 |
| Nippon India Banking And PSU Debt Fund-Growth 1,947,894.508 units (PY 1,947,894.508 units) - Face Value of ₹ 10 each | 321.00 | 321.00 |
| Hdfc Corporate Bond Fund-Growth 904,853.802 units (PY 904,853.802 units) - Face Value of ₹ 10 each | 230.00 | 230.00 |
| Aditya Birla Sun Life Nifty SDL Plus PSU Bond-Growth 985,764.846 units (PY 985,764.846 units) - Face Value of ₹ 10 each | 100.00 | 100.00 |
| | 1,100.00 | 1,100.00 |

The details of aggregate amount of quoted, unquoted investments with the provision for diminution is classified as under:

| Particulars | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|
| Market Value of unquoted Investments | 1,173.93 | 1,127.77 |
| Aggregate amount of unquoted Investments | 1,100.00 | 1,100.00 |
| Aggregate provision for diminution in value of investments | - | - |

17. Inventories

(For basis of valuation see note no. 4(e))

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|-------------------|----------------|----------------|
| Raw Materials | 27.03 | 16.76 |
| Work-in-progress | 18.67 | 11.89 |
| Finished goods | 15.65 | 1.98 |
| Stores and spares | 10.77 | 8.02 |
| Scrap | 2.82 | 3.51 |
| | 74.94 | 42.16 |

18. Trade Receivables

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|-----------------------------------|----------------|----------------|
| Undisputed | | |
| Unsecured, Considered Good | | |
| Due from related parties | 57.31 | 50.47 |
| Others | - | - |
| Considered Doubtful | - | - |
| Disputed | | |
| Unsecured, Considered Good | | |
| Due from related parties | - | - |
| Others | - | - |
| Considered Doubtful | - | - |
| | 57.31 | 50.47 |

Note: Trade receivables include dues from a private company where Director of the Company is a member

Trade Receivable Ageing

(Amount in ₹ Lakh)

| FY 22-23 | Outstanding for following periods from due date of payment | | | | | |
|---|--|--------------------|-------------------|-----------|-----------|-------------------|
| | Not Due | Less than 6 months | 6 months - 1 year | 1- 2 year | 2- 3 year | More Than 3 years |
| (i) Undisputed Trade receivables – considered good | 57.31 | - | - | - | - | - |
| (ii) Undisputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| (iii) Disputed Trade Receivables– considered good | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables – considered doubtful | - | - | - | - | - | - |



REFRON VALVES PRIVATE LIMITED
Notes to the financial statements for the year ended March 31, 2023

Trade Receivable Ageing

(Amount in ₹ Lakh)

| FY 21-22 | Outstanding for following periods from due date of payment | | | | | |
|---|--|--------------------|-------------------|-----------|-----------|-------------------|
| | Not Due | Less than 6 months | 6 months - 1 year | 1- 2 year | 2- 3 year | More Than 3 years |
| (i) Undisputed Trade receivables – considered good | 50.47 | - | - | - | - | - |
| (ii) Undisputed Trade Receivables – considered doubtful | - | - | - | - | - | - |
| (iii) Disputed Trade Receivables– considered good | - | - | - | - | - | - |
| (iv) Disputed Trade Receivables – considered doubtful | - | - | - | - | - | - |

19. Cash and Bank Balances

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|---|----------------|----------------|
| Cash and cash equivalents | | |
| Balances with banks in current accounts | 7.88 | 6.87 |
| Cash in hand | 0.03 | 0.04 |
| | 7.91 | 6.91 |

20. Short Term Loan and Advances

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|-----------------------------------|----------------|----------------|
| Unsecured, considered good | | |
| Advance to suppliers | - | 0.73 |
| Prepaid expenses | 0.40 | 0.07 |
| Income Tax (net of provision) | 1.20 | 0.86 |
| | 1.60 | 1.66 |

21. Other Current Assets

(Amount in ₹ Lakh)

| Particulars | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|
| Interest accrued on ICD with PTI and Curry Me Up | 4.42 | - |
| Interest accrued on Security Deposit with MGVCL | 0.06 | 0.04 |
| | 4.48 | 0.04 |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

22. Revenue from Operations

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|---|---------------|---------------|
| Sale of Products | | |
| Finished Goods - Valves for Freon Cylinders | 716.46 | 720.17 |
| Sale of Scrap | 26.21 | 24.59 |
| | 742.67 | 744.76 |

23. Other Income

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|---|--------------|--------------|
| Interest Income | | |
| - On bank deposits | - | 16.60 |
| - On Inter corporate deposit | 12.79 | 10.50 |
| - On Income Tax Refund | - | 0.00 |
| - Others | 0.06 | 0.09 |
| Lease Rent Received | 5.93 | 5.65 |
| Debit Note to Customer due to Non-lifting of Material | - | 0.59 |
| Liabilities no longer required written back | - | 0.02 |
| | 18.78 | 33.45 |

24. Cost of Raw Materials Consumed

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--|---------------|---------------|
| Inventory at the beginning of the year | 16.76 | 33.47 |
| Add: Purchases | 338.21 | 304.53 |
| | 354.97 | 338.00 |
| Less: Inventory at the end of the year | 27.03 | 16.76 |
| Cost of Raw Material Consumed | 327.94 | 321.24 |

Details of Materials Consumed

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|---------------|---------------|---------------|
| ENIA Rod | 125.26 | 123.98 |
| Valve Spindle | 71.33 | 64.81 |
| M.S.Nozzle | 49.55 | 49.78 |
| "O" Ring | 26.70 | 28.12 |
| Others | 55.11 | 54.55 |
| | 327.94 | 321.24 |

Value of Imported and Indigenous consumption of Raw Material:

| Particulars | For the year ended 31st March, 2023 | | For the year ended 31st March, 2022 | |
|--------------|-------------------------------------|---------------|-------------------------------------|---------------|
| | % | (₹ in Lakh) | % | (₹ in Lakh) |
| Raw Material | | | | |
| Imported | 0.00% | - | 0.00% | - |
| Indigenous | 100.00% | 327.94 | 100.00% | 321.24 |
| TOTAL | 100.00% | 327.94 | 100.00% | 321.24 |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

25. Change in Inventories of Finished Goods and Work in Progress (Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--|----------------|---------------|
| Inventory at the beginning of year | | |
| Work in Progress - Valves for Freon Cylinders | 11.89 | 6.45 |
| Finished Goods - Valves for Freon Cylinders | 1.98 | 1.25 |
| Scrap | 3.51 | 3.15 |
| | 17.38 | 10.85 |
| Inventory at the end of year | | |
| Work in Progress - Valves for Freon Cylinders | 18.67 | 11.89 |
| Finished Goods - Valves for Freon Cylinders | 15.65 | 1.98 |
| Scrap | 2.82 | 3.51 |
| | 37.14 | 17.38 |
| Change in Inventories of Finished Goods and Work in Progress | (19.76) | (6.53) |

26. Employee Benefits Expenses (Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--|--------------|--------------|
| Salaries and Wages | 36.51 | 30.24 |
| Contribution to Provident Fund & Other funds | 1.99 | 1.56 |
| Staff Welfare Expenses | 2.22 | 2.49 |
| | 40.72 | 34.29 |

27. Depreciation (Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--------------------------------|-------------|-------------|
| Depreciation - Tangible Assets | 7.93 | 8.03 |
| | 7.93 | 8.03 |

28. Other Expenses (Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--|---------------|---------------|
| Stores & Spares Consumed | 21.41 | 21.41 |
| Labour Charges | 184.87 | 181.95 |
| Power & Fuel | 8.58 | 7.99 |
| Rates and Taxes | 0.17 | 0.17 |
| Loss on retirement/disposal of property, plant and equipment (net) | 1.60 | 0.61 |
| Insurance | 0.45 | 0.36 |
| Legal and Professional Fees | 24.91 | 21.68 |
| Payment to Auditor* | 1.50 | 1.50 |
| Repairs and Maintenance | | |
| - Plant and Equipments | 0.56 | 0.81 |
| - Building | 0.01 | 0.09 |
| - Others | 0.06 | 0.68 |
| Miscellaneous Expenses | 6.37 | 2.77 |
| | 250.49 | 240.02 |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

***Payment to Auditor**

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--------------------|-------------|-------------|
| As Auditor: | | |
| Statutory Audit | 1.50 | 1.50 |
| | 1.50 | 1.50 |

(Above amounts are exclusive of Goods and Service Tax)



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

29. Earnings per share (EPS)

(Amount in ₹ Lakh)

| Particulars | 2022-2023 | 2021-2022 |
|--|-----------|-----------|
| Profit for the year (₹) – numerator for calculating EPS | 115.24 | 135.73 |
| No. of equity shares outstanding at the beginning and at the end of the year | 1,20,700 | 1,20,700 |
| Nominal value of each share (₹) | 10 | 10 |
| Basic Earnings per share | 95.48 | 112.45 |

30. Employee Benefits

(a) Contribution to Provident Fund of ₹ 1.78 Lakh (previous year ₹ 1.35 Lakh) is recognized as an expense and included in "Contribution to provident fund and other funds" in the statement of Profit and Loss.

(b) The most recent actuarial valuation of the defined benefit obligation for gratuity was carried out at March 31, 2023 by an actuary. The present value of the defined benefit obligations and the related current service cost and past service cost, were measured using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of benefit entitlement and measures each unit separately to build up the final obligation.

Actuarial Assumptions are as under:

| Sr. No. | Particulars | March 31, 2023 | | March 31, 2022 | |
|---------|------------------------|---------------------|------------------|---------------------|------------------|
| | | Gratuity | Leave Encashment | Gratuity | Leave Encashment |
| 1 | Discount Rate | 7.45% | | 7.00% | |
| 2 | Salary Escalation Rate | 12% | | 12% | |
| 3 | Mortality | IALM (2012-14) Ult. | | IALM (2012-14) Ult. | |

31. Disclosure as required by Accounting Standard (AS-19) - Lease:**Assets given on operating lease:**

The Company has given freehold land on operating lease. The lease agreement is for a period of 30 years and the agreements provide for escalation of rent by 5% for every three years period corresponding to last amended rate. Rent income of ₹ 5.93 Lakh (previous year ₹ 5.65 Lakh) is recognised as Lease rent received in note no. 23 to the Statement of Profit and Loss.



REFRON VALVES PRIVATE LIMITED
Notes to the financial statements for the year ended March 31, 2023

32. Related Parties Disclosures

(a) Name of Related Parties and their Relationship

| Sr. No. | Description of Relationship | Names of Related Parties |
|---------|---|--|
| 1 | Key Management Personnel | Smt. Lata Rungta * |
| 2 | Relative of Key Management Personnel | Mr. Pranav Rungta (Director and son of Smt. Lata Rungta) |
| 3 | Enterprises over which Key Management Personnel, or her relative, has significant influence | INOX India Limited (formerly INOX India Private Limited) Gujarat Fluorochemicals Limited PTI Engineering Technologies Private Limited Curry Me Up Private Limited |

* Also a person having control by virtue of shareholding

(b) Details of Related Party Transactions

(Amount in ₹ Lakh)

| Sr. No. | Names of Related Parties | Year ended | Sale of Goods | Lease Rent Received | Purchase of Goods / Services | Technical Fees | Interest Income |
|---------|--|----------------|---------------|---------------------|------------------------------|----------------|-----------------|
| 1 | INOX India Limited | March 31, 2023 | 716.46 | 5.93 | 1.28 | - | - |
| | | March 31, 2022 | 720.07 | 5.65 | 0.50 | - | - |
| 2 | Gujarat Fluorochemicals Limited | March 31, 2023 | - | - | 0.12 | - | - |
| | | March 31, 2022 | 0.10 | - | 0.16 | - | - |
| 3 | PTI Engineering Technologies Private Limited | March 31, 2023 | - | - | 53.83 | - | 4.26 |
| | | March 31, 2022 | 1.77 | - | 48.84 | - | 3.50 |
| 4 | Curry Me Up Private Limited | March 31, 2023 | - | - | - | - | 8.52 |
| | | March 31, 2022 | - | - | - | - | 7.00 |
| 5 | Pranav Rungta | March 31, 2023 | - | - | - | 24.00 | - |
| | | March 31, 2022 | - | - | - | 21.00 | - |

(Transaction amounts as mentioned above are exclusive of duties and taxes, wherever applicable)

(c) Amount outstanding as at the year end

(Amount in ₹ Lakh)

| Sr. No. | Names of Related Parties | Year ended | Amount Receivable | Amount Payable | Loan Amount Receivable |
|---------|--|----------------|-------------------|----------------|------------------------|
| 1 | INOX India Limited | March 31, 2023 | 57.31 | - | - |
| | | March 31, 2022 | 50.47 | 0.08 | - |
| 2 | PTI Engineering Technologies Private Limited | March 31, 2023 | 1.17 | - | 50.00 |
| | | March 31, 2022 | - | 7.81 | 50.00 |
| 3 | Curry Me Up Private Limited | March 31, 2023 | 3.25 | - | 100.00 |
| | | March 31, 2022 | - | - | 100.00 |
| 4 | Pranav Rungta | March 31, 2023 | - | 1.80 | - |
| | | March 31, 2022 | - | 1.80 | - |

(d) Disclosure required under section 186(4) of the Companies Act, 2013

The inter-corporate deposits of ₹ 50.00 Lakh (previous year ₹ 50.00 Lakh @ interest rate 7% p.a) to PTI Engineering Technologies Private Limited are unsecured and given for general business purpose & carry interest @ 9.50% p.a.

The inter-corporate deposits of ₹ 100.00 Lakh (previous year ₹ 100.00 Lakh @ interest rate 7% p.a) to Curry Me Up Private Limited are unsecured and given for general business purpose & carry interest @ 9.50% p.a.



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

33. Analytical Ratios

| Sr. No. | Ratio | Numerator | Denominator | Current Period | Previous Period | % Variance | Reason for Variance |
|---------|--|--|--|----------------|-----------------|------------|---|
| 1 | Current Ratio (times) | Current Assets | Current Liabilities | 14.64 | 8.71 | 67.99% | The current ratio is higher as compared to last year as we are paying our creditors on time and now the outstanding amount to our creditors is more than 50% less as compared to last year. |
| 2 | Return on Equity (ROE) (times) | Net Profits after taxes – Preference Dividend (if any) | Average Shareholder's Equity | 0.09 | 0.11 | -21.30% | |
| 3 | Inventory Turnover Ratio (times) | Cost of goods sold OR sales | Average Inventory [Average inventory is (Opening + Closing balance / 2)] | 12.68 | 15.74 | -19.41% | |
| 4 | Trade receivables turnover ratio (times) | Net Credit Sales | Avg. Accounts Receivable [Average trade debtors = (Opening + Closing balance / 2)] | 13.78 | 16.78 | -17.88% | |
| 5 | Trade payables turnover ratio (times) | Net Credit Purchases | Average Trade Payables | 4.15 | 5.61 | -26.00% | Trade payable turnover ration increase due to the company has pay off its trade creditors debts in a timely manner |
| 6 | Net capital turnover ratio (times) | Net Sales | Working Capital [Working capital shall be calculated as current assets minus current | 0.64 | 0.70 | -8.67% | |
| 7 | Net profit ratio (%) | Net Profit [Net profit shall be after tax.] | Net Sales [Net sales shall be calculated as total sales minus sales returns.] | 15.52% | 18.22% | -14.86% | |
| 8 | Return on capital employed (ROCE) (%) | Earning before interest and taxes | Capital Employed [Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability] | 11.22% | 14.11% | -20.47% | |
| 9 | Return on investment (%) | $\{MV(T1) - MV(T0) - \text{Sum } [C(t)]\}$ T1 = End of time period T0 = Beginning of time period t = Specific date falling between T1 and T0 MV(T1) = Market Value at T1 MV(T0) = Market Value at T0 C(t) = Cash inflow, cash outflow on specific date | $\{MV(T0) + \text{Sum } [W(t) * C(t)]\}$ MV(T0) = Market Value at T0 C(t) = Cash inflow, cash outflow on specific date W(t) = Weight of the net cash flow (i.e. either net inflow or net outflow) on day 't', calculated as | 3.97% | 3.91% | 1.45% | |



REFRON VALVES PRIVATE LIMITED

Notes to the financial statements for the year ended March 31, 2023

34. Contingent Liability and Commitments

Contingent Liability - ₹ Nil (previous year ₹ Nil)

Commitments - ₹ Nil (previous year ₹ Nil)

35 Additional Information pursuant to Provision of Paragraph 5 of Part II of Schedule III to the Companies Act, 2013 has been furnished to the extent applicable in view of the nature of business of the Company.

36 The Company is a Small and Medium Sized Company (SMC) as defined in the Companies (Accounting Standards) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company.

37 The balances of Trade payables are subject to adjustments, if any, on reconciliation / settlement.

38 The value of realization of assets other than Property, Plant and Equipment in the ordinary course of business will not be less than the value at which they are stated in the balance sheet.

39 Additional Notes:

- (a) The Company has no transactions with the companies struck off under Companies Act, 2013.
- (b) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- a. 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
- b. provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries
- The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- a. 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
- b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries
- (c) There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (d) The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (e) The Company has not revalued its property, plant and equipment (including right-of-use assets) or assets or both during the current or previous year.
- (f) No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- (g) The Company have not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (h) The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- (i) The Company has complied with the number of layers prescribed under the Companies Act, 2013.

40 Figures of previous year are regrouped, reclassified and rearranged wherever necessary.

As per our report of even date attached

For K C Mehta & Co LLP

Chartered Accountants

Neela R. Shah

Partner

Membership No.: 045027



Place: Vadodara

Date: 8th May, 2023

For and on behalf of the Board

Lata Rungta

Director

DIN: 00040058

Place: Mumbai

Date: 8th May, 2023

Pranav Rungta

Director

DIN: 00040318