

8TH ANNUAL REPORT

2023-24



SILKFLEX POLYMERS (INDIA) LIMITED

8TH ANNUAL REPORT 2023-24

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Chairman's Message

I welcome this opportunity to share with you all from the desk of the Chairman of M/s Silkflex Polymers (India) Limited, THE 8TH ANNUAL REPORT of M/s Silkflex Polymers (India) Limited, an organization that trades in Water-Based Textile Printing Inks Products and Water-Based Wood Coating Polymers Products produced by Silkflex Polymers SDN BHD, a Malaysian Brand. Additionally, the Company has 5 branch offices across India. More specifically the Company has one Branch office in each of the following states namely: Gujarat, Maharashtra, Tamilnadu, Rajasthan and Punjab.

The Company has achieved a major Milestone in its development by getting Listed on 15th May, 2024, on Emerge Platform of National Stock Exchange of India Limited ("NSE EMERGE"). I am thankful for those of us who serve diligently, understand what it takes to remain committed and faithful to the purpose for which we are called. It therefore gives me the immense pleasure to acknowledge the hardwork and dedication of the team members of Silkflex Family, the members of the Board and the Executive who always make things happen systematically.

Presently, we are offering 108 Textile Printing Ink Products and 51 Wood Coating Polymer Products imported from Silkflex Polymers Sdn. Bhd. Malaysia. In Coming days, we plan to start manufacturing Textile Inks & Speciality Chemicals in India at Baroda (Gujarat) at an ultra-modern, state-of-the-art manufacturing plant, where we will be manufacturing eco-friendly products for the Indian market.

For us to achieve our best potential we are willing to take risks, step outside of our comfort zone and challenge ourselves to do more. With persistence and determination, we can achieve great things. The sky is NOT the limit and I have no doubt that together we can achieve greatness and progress in 'make in India' initiative goal.

I, on behalf of our team assure you of our singular commitment to the growth of our Company with ethics and integrity. I would express my gratitude to our diverse stakeholders, our customers, vendors, bankers, all the team members and the Board of Directors for their continuous support in the growth journey of "M/s SILKFLEX POLYMERS (INDIA) LIMITED."

Best Regards,
Tushar Lalit Kumar Sanghavi
Chairman cum Managing Director
Silkflex Polymers (India) Limited

CORPORATE INFORMATION

BOARD OF DIRECTORS

TUSHAR LALITKUMAR SANGHAVI	Chairman & Managing Director (redesignated w.e.f 23.12.2023)
RAJENDRAKUMAR MOHANLAL SHAH	Non-Executive Non-Independent Director (redesignated w.e.f 23.12.2023)
ATANU BHUNIYA	Non-Executive Non-Independent Director (redesignated w.e.f 23.12.2023)
URMI RAJ MEHTA	Whole-Time Director & Chief Financial Officer (redesignated w.e.f 22.12.2023)
SUGOTO GHOSH	Independent Director (appointed w.e.f 23.12.2023)
HARDIKKUMAR DASHARATHBHAI PATEL	Independent Director (appointed w.e.f 23.12.2023)

COMPANY SECRETARY & COMPLIANCE OFFICER

CS SOURABH SHARMA (appointed w.e.f 08.01.2024 and resigned w.e.f 01.06.2024)
CS NIKITA JAISWAL (appointed w.e.f 05.07.2024)

CHIEF FINANCIAL OFFICER

URMI RAJ MEHTA (redesignated w.e.f 22.12.2023)

REGISTERED OFFICE

Daga Complex, Sulati Jaladhulagori, Sankrail, Howrah, West Bengal, India, 711302

AUDITOR

M/s. M B Jajodia & Associates
Chartered Accountants
FRN.: 139647W

BANKER

Punjab National Bank

REGISTRAR & SHARE TRANSFER AGENT

M/s. Bigshare Services Pvt. Ltd.

LISTED ON STOCK EXCHANGE

NSE SME Platform

Board of Directors

Key Managerial Personnel

1. Tushar Lalit Kumar Sanghavi: Chairman & Managing Director
2. Urmi Raj Mehta: Whole Time Director & Chief Financial Officer

Non-Executive Independent Directors

3. Sugoto Ghosh: Director
4. Hardikkumar Dashrathbhai Patel: Director

Non-Executive Non- Independent Directors

5. Rajendrakumar Mohanlal Shah: Director
6. Atanu Bhuniya: Director

Mr. Tushar Lalit Kumar Sanghavi

Mr. Tushar Lalit Kumar Sanghavi, aged 58 years is one of the Promoters, Chairman and Managing Director of our Company. He has completed his Bachelor of Science (B.Sc.) degree from M. G. Science Institute, Ahmedabad in the year 1986. He is in the business of trading of textile printing ink through his proprietorship concern, M/s Judex Techno since 2005. He has been associated with our Company since incorporation and was redesignated as Chairman and Managing Director w.e.f. December 23, 2023 for a period of 5 years. He has a work experience of more than 18 years in the field of textile printing ink industry. He has been instrumental in taking major policy decision of our Company. He is playing vital role in formulating business strategies and effective implementation of the same. He is responsible for the expansion and overall management of the business of our Company.



Mrs. Urmi Raj Mehta

Ms. Urmi Raj Mehta, aged 28 years, is one of the Promoters, Whole Time Director and Chief Financial Officer of our Company. She has completed her Bachelor of Commerce (B.Com.) degree from St. Xavier's College, University of Calcutta in the year 2017. She has been associated with our Company w.e.f. December 22, 2020 and has working experience of more than 3 years in our Company. She is responsible for looking overall accounts, finance and administration of our Company.



Mr. Sugoto Ghosh

Mr. Sugoto Ghosh, aged 46 years, is the Non-Executive Independent Director of our Company w.e.f. December 23, 2023. He has completed his Master of Business Administration (MBA) from ICFAI University in the year 2004. He has a work experience of 5 years in the field of business development, consulting and financial services. He is engaged as Partner in a partnership firm, M/s. Amserve International Inc.



Mr. Hardikkumar Dashrathbhai Patel

Mr. Hardikkumar Dasharathbhai Patel, aged 34 years, is the Non-Executive Independent Director of our Company w.e.f. December 23, 2023. He has completed his Master of Business Administration in finance (MBA) from Gujarat Technological University in the year 2012. He has a work experience of over 4 years in business development related activities and has also worked with M/s. Randstad India Private Limited, M/s. IKYA Human Capital Solutions and M/s. CARE Ratings Limited. He is engaged as Proprietor in a Proprietorship firm, M/s. Sneh Management Consultancy.



Mr. Rajendrakumar Mohanlal Shah

Mr. Rajendrakumar M. Shah, aged 59 years is the Non-Executive Non-Independent Director of our Company. He has completed his Diploma in Chemical Engineering from Dharmsinh Desai Institute of Technology, Nadiad in the year 1983. He is associated with M/s. Shree Vallabh Chemical, a firm engaged in production of chemicals used in textiles, paints and agriculture items and have experience of over 20 years in product development, technical leadership, quality control functions and others. He has been appointed as Director on the Board of our Company w.e.f. May 31, 2022 and provides his technical expertise, guidance to enhance our technical capabilities.



Mr. Atanu Bhuniya

Mr. Atanu Bhuniya, aged 46 years is the Non-Executive Non-Independent Director of our Company. He has completed his Bachelor of Science (B.Sc.) degree from University of Calcutta in the year 1999. He has a work experience of over 17 years in the textile printing ink industry. In his previous stint, he was associated with M/s Judex Techno as marketing head for around 10 years handling marketing division for textile printing ink. He has been associated with our Company since June 2016 as commission agent and was appointed as the Director on the Board of our Company w.e.f. May 03, 2023 and is responsible for handling the marketing activities of our Company and its effective implementation of the same.



NOTICE OF 8TH ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 8TH ANNUAL GENERAL MEETING (AGM) OF THE SHAREHOLDERS OF SILKFLEX POLYMERS (INDIA) LIMITED WILL BE HELD ON THURSDAY, THE 26TH DAY OF SEPTEMBER, 2024 AT 04:00 P.M. THROUGH VIDEO CONFERENCING (VC)/OTHER AUDIO-VISUAL MEANS (OAVM) TO TRANSACT THE FOLLOWING BUSINESS:

AS ORDINARY BUSINESS

ITEM NO. 1: To consider and adopt (a) the audited financial statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon.

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

“RESOLVED THAT the audited standalone financial statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

ITEM NO. 2: To appoint a director in place of Mr. Rajendrakumar Mohanlal Shah (DIN-00200267) who retires by rotation and being eligible, offers himself for re-appointment.

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

“RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Mr. Rajendrakumar Mohanlal Shah (DIN-00200267) who retires by rotation at this meeting be and is hereby re-appointed as a Director of the Company and that his period of office be liable to determination by retirement of Directors by rotation”

By Order of the Board,
For SILKFLEX POLYMERS (INDIA) LIMITED

Place: Howrah

Date: 30th August, 2024

Sd/-
NIKITA JAISWAL
Company Secretary & Compliance Officer

NOTES:

1. Pursuant to Regulation 42 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 91 of the Companies Act, 2013 the Register of Members and Share Transfer Books of the Company shall remain closed from 20th September, 2024 to 26th September, 2024 (both days inclusive) for the purpose of AGM.
2. Members are requested to notify immediately change of address, if any, to the registrar and transfer agent of the company and provide their e-mail ID.
3. Corporate members intending to authorize their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution to the Company, authorizing their representative to attend and vote on their behalf at the meeting.
4. Members are requested to kindly mention their Client ID Number in all their correspondence with the Companies Registrar to enable prompt reply to their queries.
5. With a view to using natural resources responsibly, we request shareholders to update their mail address, with their Depository Participants to enable the Company to send communications electronically. The Annual Report 2023-24 is being sent through electronic mode only to the members whose email addresses are registered with the Company / Depository Participant(s), unless any member has requested for a physical copy of the report. For members who have not registered their email addresses, physical copies of the Annual Report 2023-24 are being sent by the permitted mode.
6. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s).

7. VOTING THROUGH ELECTRONIC MEANS

7.1 In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

7.2 Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint

authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.

7.3 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.

7.4 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.

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

7.6 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 www.silkflexindia.in. 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 the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

7.7 AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

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

The remote e-voting period begins on September 23rd, 2024 at 10:00 A.M. and ends on September 25th, 2024 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. September 19, 2024 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 September 19, 2024.

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.jspVisit 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.

4. Shareholders/Members can also download NSDL Mobile App “**NSDL Speede**” facility by scanning the QR code mentioned below for seamless voting experience.

NSDL Mobile App is available on



Individual Shareholders holding securities in demat mode with CDSL

1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.
2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.
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.com or call at 022 - 4886 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. 1800-21-09911

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.nsd.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

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

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

a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.

b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

c) How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

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

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

b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsd.com.

- c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

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

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to insiya@csinsiya.in <the e-mail ID of Scrutinizer> with a copy marked to evoting@nsdl.com. 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 or send a request to Ms. Pallavi Mhatre, Senior Manager at evoting@nsdl.com

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 (Company email id).
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 investors@silkflexindia.in (Company email id). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

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

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM 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. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at investors@silkflexindia.in (Company email id). The same will be replied by the company suitably.

6. Registration of Speaker

Members who wish to be a speaker or would like to express their views or ask questions during the AGM may register themselves as the "SPEAKER" by sending their request from their registered email address mentioning their Name, DPID and Client ID/Folio number, PAN, mobile number at investors@silkflexindia.in (Company's email id) till 20th September, 2024 (Last date of Speaker Registration).

Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING 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 shareholders, who are 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 available during the AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
4. Shareholders 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.
5. Institutional Members / Bodies Corporate (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. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at insiya@csinsiya.in with a copy marked to helpdesk.evoting@cDSLindia.com **on or before 25th September, 2024 till 5 p.m.** without which the vote shall not be treated as valid.
6. The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date of 19th September, 2024. A person who is not a member as on cut-off date should treat this notice for information purpose only.
7. The notice of Annual General Meeting will be sent to the members, whose names appear in the register of members / beneficial owners as at closing hours of business, on 23rd August, 2024.
8. The shareholders shall have one vote per equity share held by them as on the cut-off date of 19th September, 2024. The facility of e-voting would be provided once for every folio / client id, irrespective of the number of joint holders.
9. Notice of AGM along with the process, instructions and the manner of conducting e-voting is being sent electronically to all the members whose e-mail IDs are registered with the Company / Depository Participant(s).

10. Investors who became members of the Company subsequent to the dispatch of the Notice / Email and holds the shares as on the cut-off date i.e. 19th September, 2024 are requested to send the written / email communication to the Company at investors@silkflexindia.in by mentioning their Folio No. / DP ID and Client ID to obtain the Login-ID and Password for e-voting.
11. Ms. Insiya Nalawala (Prop. of M/s. Insiya Nalawala & Associates) of Gujarat, Practicing Company Secretaries (C.P. No. 22786) has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner. The Scrutinizer will submit, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
12. The results declared along with the Scrutinizer's Report shall be placed on the Company's website at www.silkflexindia.in and website of NSDL and same will be communicated to the stock exchanges where the company shares are listed viz. NSE Ltd.

By Order of the Board,
For SILKFLEX POLYMERS (INDIA) LIMITED

Place: Howrah

Date: 30th August, 2024

Sd/-
NIKITA JAISWAL
Company Secretary & Compliance Officer

ANNEXURE TO AGM NOTICE

The Statement of disclosures pursuant to **Secretarial Standard-2 on General Meetings and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**, as amended, is as under:

1	Name of the Director	Mr. Rajendrakumar Mohanlal Shah
2	DIN	00200267
3	Residential Address	Opp Jaymala SOC ,Ishanpur Road Ghodasar 7 Anand Society Vibhag 1, Ahmedabad,380050,Gujarat, India
4	Date of Birth	03-11-1964
5	Qualification	Chemical Engineer
6	Brief Resume of the Director	He is a person with integrity having more than 30 years of experience in the field of Corporate Decision making with good knowledge of understanding in Financials Statements and Books of Accounts. He is a partner in Shree Vallabh Chemicals, a manufacturing unit of various emulsifiers producing 1200 MT with around 400 crore turnover.
7	Expertise in specific functional area	Technical & Marketing
8	Date of appointment	31-05-2022
9	Shareholding in the company	13000 Equity Shares
10	Directorships in other companies	1
11	Inter-se relationship between Directors and other Key Managerial Personnel	NA
12	Names of listed entities in which the Director also holds the directorship and the membership of Committees of the board	NIL
13	Names of other public/private companies in which the Director also holds the directorship and the membership of Committees of the board	Shivani Noniomic Pvt Ltd
14	Chairman/Member of the Committee of the Board of Directors of the Company	NIL

ELECTRONIC VOTING PARTICULARS

User ID	Password
Please refer to instructions from page no. 4 onwards of this notice for e-voting process.	

The remote e-voting facility will be available during the following period :

Commencement of remote e-voting	End of remote e-voting
From 10.00 AM (IST) on 23rd September, 2024	Up to 5.00 PM (IST) on 25th September, 2024

Please read the e-voting instructions of the Notice of the Annual General Meeting carefully before voting electronically.

These details and instructions form an integral part of the **Notice dated 30th August, 2024 for the Annual General Meeting to be held on 26th September, 2024.**

Summary highlights for Calendar of Events:

Sl. No.	Particulars	Dates
1.	Cut-off date for Determining the shareholders eligible to receive notice	23 rd August, 2024
2.	Cut-off date for determining the shareholders eligibility for e-voting	19 th September, 2024
3.	Book closure start date	20 th September, 2024
4.	Book closure end date	26 th September, 2024
5.	E-voting start date at 10.00 AM	23 rd September, 2024
6.	E-voting end date at 05.00 PM	25 th September, 2024
7.	Late date for Registration for Speaker in AGM	20 th September, 2024
8.	Date & Time of AGM	26 th September, 2024 04.00 P.M.

DIRECTORS' REPORT

To,
The Shareholders,

Your directors have pleasure in presenting the **8TH (EIGHTH) ANNUAL REPORT** together with the Audited Financial Statements and Auditors' Report for the Financial Year ended on **31st March, 2024**.

1. FINANCIAL RESULTS

The summarized financials of your Company are given in the table below.

(Figures in Lakhs)

<u>Particulars</u>	<u>2023-24</u>	<u>2022-23</u>
<i>Revenue from Operations</i>	5,958.00	4,430.00
<i>Other Income</i>	39.00	21.00
<i>Total Income</i>	5,997.00	4,451.00
<i>Less: Total Expenses</i>	5,472.00	4,340.00
<i>Profit/(Loss) Before Exceptional Items & Taxation</i>	525.00	111.00
<i>Net Profit/(Loss) Before Tax</i>	525.00	111.00
<i>Less: Tax Expenses</i>		
• <i>Current Tax</i>	135.00	28.00
• <i>Deferred Tax</i>	(3.00)	-
<i>Net Profit/(Loss) After Tax</i>	393.00	83.00

2. RESULT HIGHLIGHTS

During the year under review, the Company has achieved total income of Rs. 5,997.00 lakhs and earned net profit after tax Rs. 393.00 lakhs as compared with the corresponding figures in the previous year of Rs. 4,451.00 lakhs and Rs. 83.00 lakhs respectively. The Total Revenue from Operations is increased by Rs. 1,528.00 lakhs as compared with last year as well as net profit tax also increased by Rs. 310.00 lakhs as compared with last year.

3. STATE OF AFFAIRS AS

The Company has changed its status from Private Limited Company to Public Limited Company with effect from December 21, 2023. There has been no change in the business of Company during the financial year under review. In the running financial year your directors are taking all reasonable steps to increase the business of the company without compromising the Standard rules of the company.

4. ACCOUNTING POLICY

These financial statements have been prepared in accordance with **Indian Accounting Standards (“Ind AS”)** notified under Section 133 of the Companies Act, 2013 (“the Act”) read together with the Companies (Indian Accounting Standards) Rules, 2016 (as amended) and other relevant provisions of the Act.

5. DIVIDEND

With a view to meet future requirements of projects and to strengthen the financial position of the Company, the Board of Directors have decided not to recommend any dividend on Equity Shares of the Company for the financial year ended March 31, 2024.

6. TRANSFER TO RESERVES

Your Directors find it prudent not to transfer any amount to general reserve.

7. CAPITAL STRUCTURE

The capital Structure of the Company as on 31st March, 2024:

(Figures in Lakhs)

<u>SHARE CAPITAL</u>	<u>Amount</u>
1. Authorized Share Capital:	
1,35,00,000 Equity Shares @ Re. 10/- each:	1,350.00
Total	1,350.00
2. Issued/Subscribed and Fully Paid-up Share Capital:	
81,25,000 Equity Shares @ Rs. 10/- each fully paid up	812.50
Total	812.50

Increase in Authorized Share Capital

The Board of Directors had increased the Authorised Share Capital of the Company on the following dates:

- At its meeting held on July 24, 2023, from Rs. 2,50,00,000/- (Rupees Two Crores Fifty Lacs only) divided into 25,00,000 (Twenty Five Lacs) Equity Shares of Rs. 10/- (Rupees Ten only) each to Rs. 10,00,00,000/- (Rupees Ten Crore only) divided into 1,00,00,000 (One Crore) Equity Shares of Rs, 10/- (Rupees Ten only)each.
- At its meeting held on September 22, 2023, from Rs. 10,00,00,000/- (Rupees Ten Crore only) divided into 1,00,00,000 (One Crore) Equity Shares of Rs, 10/- (Rupees Ten only) each to Rs. 13,50,00,000/- (Rupees Thirteen Crore Fifty Lacs only) divided into 1,35,00,000 (One Crore Thirty Five Lacs) Equity Shares of Rs, 10/- (Rupees Ten only) each.

Increase in Issued/Subscribed and Fully Paid-up Share Capital

The Company has issued and allotted 56,25,000 (Fifty Six Lacs Twenty Five Thousand) Equity Shares of Rs. 10/- (Rupees Ten only) each fully paid up, pursuant to the resolution passed by the Board of Directors dated October 3rd, 2023 by way of Bonus Issue which led to the increase of Paid-up Share Capital from Rs. 2,50,00,000/- (Rupees Two Crores Fifty Lacs only) divided into 25,00,000 (Twenty Five Lacs) Equity Shares of Rs. 10/- (Rupees Ten only) each to Rs. 8,12,50,000/- (Rupees Eight Crore Twelve Lacs Fifty Thousand only) divided into 81,25,000 (Eighty One Lacs Twenty Five Thousand) Equity Shares of Rs, 10/- (Rupees Ten only) each.

8. SHARES

a. BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the period under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Share during the period under review.

c. BONUS SHARES

The Company has issued and allotted 56,25,000 (Fifty Six Lacs Twenty Five Thousand) Equity Shares of Rs. 10/- (Rupees Ten only) each fully paid up, pursuant to the resolution passed by the Board of Directors dated October 3rd, 2023 by way of Bonus Issue.

d. EMPLOYEE STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

9. MATERIAL CHANGES AFTER THE BALANCE SHEET DATES AS AT MARCH 31, 2024

After the completion of financial year and before adoption of Board Report, the Company has generated proceeds through Initial Public Offering (IPO) of 34,82,000 (Thirty Four Lacs Eighty Two Thousand) Equity Shares of face value of Rs. 10/- (Rupees Ten only) each and premium of Rs. 42/- (Rupees Forty Two only) each aggregating Rs. 52/- (Rupees Fifty Two only) each of Rs. 18,10,64,000/- (Rupees Eighteen Crores Ten Lacs Sixty Four Thousand only).

The Company got listed on National Stock Exchange of India Limited (NSE SME Platform) with effect from May 15, 2024.

10. DIRECTORS & KEY MANAGERIAL PERSONAL

As per the recommendation of Nomination & Remuneration Committee, Mr. Rajendrakumar Mohanlal Shah, Non-Executive Non-Independent Director of the Company, retires from office by rotation and being eligible offers himself for re-appointment pursuant to the provision of the Companies Act, 2013 and Articles of Association of the Company.

Brief Profile of the Director who is being re-appointed as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in the notice for the forthcoming Annual General Meeting of the Company.

None of the Directors of the Company is disqualified for being appointed as a Director, as specified in Section 164(2) of the Companies Act, 2013.

11. DECLARATION BY INDEPENDENT DIRECTORS

As per the requirement of **Section 134(3)(d)** of the Companies Act, 2013 , all Independent Directors have given **declaration** as required under Section 149(7) of the Companies Act, 2013 confirming that they meet the criteria of Independence as laid by provision of **Section 149(6)** of the Companies Act, 2013.

12. BOARD EVALUATION

The Board Evaluation was carried out on the basis of Various Factors as Composition of Board and its Committees, its functioning, performance of Specific duties and obligations. The performance evaluation of Independent Directors was done by the entire Board of Directors (excluding the director being evaluated). The performance of Directors was carried out at the meeting. The Board of Directors expressed their satisfaction with the evaluation.

13. BOARD MEETINGS

The Board of Directors met **Twenty-Five times** during the financial year ended on 31st March, 2024.

The meetings were dated 03.05.2023, 15.06.2023, 15.07.2023, 17.07.2023, 24.07.2023, 28.07.2023, 01.08.2023, 14.08.2023, 22.09.2023, 03.10.2023, 04.10.2023, 10.10.2023, 12.10.2023, 22.12.2023, 26.12.2023, 27.12.2023, 30.12.2023, 05.01.2024, 08.01.2024, 12.01.2024, 15.01.2024, 10.02.2024, 12.02.2024, 20.03.2024 & 28.03.2024 properly convened & held.

14. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and "General Meetings' respectively, have been duly followed by the Company.

15. CAPITAL/FINANCE

During the year, the Company has not allotted any Equity Shares under rights/ preferential/ private placement basis except bonus shares. The Company has issued and allotted 56,25,000 (Fifty Six Lacs Twenty Five Thousand) Equity Shares of Rs. 10/- (Rupees Ten only) each fully paid up, pursuant to the resolution passed by the Board of Directors dated October 3rd, 2023.

16. CONSTITUTION OF VARIOUS COMMITTEES AS PER COMPANIES ACT, 2013

There are currently three committees of the Board, as follows:

- a) Audit Committee
- b) Nomination and Remuneration Committee
- c) Stakeholders' Relationship Committee

(a) AUDIT COMMITTEE

The Audit Committee has been constituted on January 8, 2024 in accordance with the provisions of the Companies Act, 2013. The Audit Committee comprises of following members:

<u>Sl. No.</u>	<u>Name of the Director</u>	<u>Designation</u>	<u>Nature of Directorship</u>
1.	Mr. Hardikkumar Dasharathbhai Patel	Chairman	Independent Director
2.	Mr. Sugoto Ghosh	Member	Independent Director
3.	Mr. Tushar Lalit Kumar Sanghavi	Member	Managing Director

Company Secretary and Compliance Officer of our Company would act as the Secretary to the Audit Committee.

Note:

- *Mr. Sourabh Sharma, appointed as Company Secretary cum Compliance Officer of the Company with effect from January 8, 2024 had resigned from the same post with effect from June 1, 2024.*
- *Ms. Nikita Jaiswal, Company Secretary appointed as Company Secretary cum Compliance Officer of the Company with effect from July 5, 2024.*

Terms & Scope of Work of Audit Committee

- a) Oversight of our Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- b) Recommendation for appointment, re-appointment and replacement, remuneration and terms of appointment of auditors of our Company;
- c) Reviewing and monitoring the auditor's independence and performance and the effectiveness of audit process;
- d) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- e) Reviewing the financial statements with respect to its unlisted Subsidiary(ies), in particular investments made by such Subsidiary(ies);
- f) Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013;
 - Changes, if any, in accounting policies and practices and reasons for the same;
 - accounting entries involving estimates based on the exercise of judgment by management;

- Significant adjustments made in the financial statements arising out of audit findings;
- Compliance with listing and other legal requirements relating to financial statements;
- Disclosure of any related party transactions; and
- Modified opinion(s) in the draft audit report.

g) Reviewing, the quarterly financial statements with the management before submission to the Board for approval;

h) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;

i) Approval or any subsequent modification of transactions of our Company with related parties;

j) Scrutiny of inter-corporate loans and investments;

k) Valuation of undertakings or assets of our Company, wherever it is necessary;

l) Evaluation of internal financial controls and risk management systems;

m) Monitoring the end use of funds raised through public offers and related matters;

n) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;

o) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;

p) Discussion with internal auditors of any significant findings and follow up thereon;

q) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;

r) Discussion with statutory auditors before the commencement of the audit, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

s) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;

t) To establish and review the functioning of the whistle blower mechanism;

u) Establishing and over viewing a vigil mechanism for directors and employees to report their genuine concerns or grievances;

v) Approval of appointment of the chief financial officer (i.e., the whole-time finance director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;

w) Carrying out any other terms of reference as may be decided by the Board or specified/ provided under the Companies Act, 2013 or the SEBI Listing Regulations or by any other regulatory authority; and

x) Review of (1) management discussion and analysis of financial condition and results of operations; (2) statement of significant related party transactions (as defined by the audit committee), submitted by management; (3) management letters / letters of internal control weaknesses issued by the statutory auditors; (4) internal audit reports relating to internal control weaknesses; (5) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee; (6) statement of deviations including (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1) of the SEBI Listing Regulations; (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7) of the SEBI Listing Regulations.

(b) NOMINATION & REMUNERATION COMMITTEE

The Nomination & Remuneration Committee has been constituted on January 8, 2024 in accordance with the provisions of the Companies Act, 2013. Committee constitution is as follows:

<u>Sl. No.</u>	<u>Name of the Director</u>	<u>Designation</u>	<u>Nature of Directorship</u>
1.	Mr. Sugoto Ghosh	Chairman	Independent Director
2.	Mr. Hardikkumar Dasharathbhai Patel	Member	Independent Director
3.	Mr. Atanu Bhuniya	Member	Non-Executive Non-Independent Director

Terms & Scope of Work of Nomination and Remuneration Committee

The terms of reference, inter alia, includes:

1. formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. for every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
 - a. use the services of an external agencies, if required;
 - b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c. consider the time commitments of the candidates.

3. formulation of criteria for evaluation of performance of independent directors and the board of directors;
4. devising a policy on diversity of board of directors;
5. identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
6. whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
7. recommend to the board, all remuneration, in whatever form, payable to senior management.

The abridged policy framed by Nomination & Remuneration Committee is as follows-

The company while appointing the Directors and KMP, the Committee shall give due consideration to their limit of holding other directorships/office as specified in the Companies Act, 2013 read with the Rules made therein and the Listing Agreement (as amended from time to time) and/or any other applicable enactment, for the time being in force.

NED's shall be paid a sitting fee for every meeting of the board and committee thereof attended by them as member. The amount of sitting fees shall be paid in accordance with the decision of the Board, subject to ceiling/ limits as provided u/s 197(5) Companies Act, 2013 read with rule 4 of Companies (Appointment & Remuneration of Managerial Personnel) rules, 2014.

Remuneration to Executive Director/ Key Managerial Personnel and Senior Management will be such as to ensure that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks and may involve a balance between fixed and incentive pay reflecting short and long term performance objectives appropriate to the working of the Company and its goals.

(c) STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee has been constituted on January 8, 2024 in accordance with the provisions of the Companies Act, 2013. Committee constitution is as follows:

<u>Sl. No.</u>	<u>Name of the Director</u>	<u>Designation</u>	<u>Nature of Directorship</u>
1.	Mr. Hardikkumar Dasharathbhai Patel	Chairman	Independent Director
2.	Mr. Sugoto Ghosh	Member	Independent Director
3.	Mrs. Urmil Raj Mehta	Member	Whole Time Director

Terms & Scope of Work of Stakeholders' Relationship Committee

- (1) Resolving the grievances of the security holders of the company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
- (2) Review of measures taken for effective exercise of voting rights by shareholders.
- (3) Review of adherence to the service standards adopted by the company in respect of various services being rendered by the Registrar & Share Transfer Agent.
- (4) Review of the various measures and initiatives taken by the company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.

17. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Policy of the Company on Directors' Appointment and Remuneration including criteria for determining qualifications, positive attributes, independence of a Director and other matters provided under sub-section (3) of section 178, has been placed on the website of the Company and the web link of the same is as follows: <https://www.silkflexindia.in/policies/>.

18. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) read with Section 134(5) of the Act, on the basis of information placed before them,; the Directors confirms that: -

- i) In preparation of Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii) In preparation of Annual Account, your directors have selected relevant accounting policies and applied them consistently 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 at the end of financial year 2023-24 and of the profit of the company for the period.
- iii) Proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) Company has laid down internal financial controls and that such internal financial controls are adequate and were operating effectively.
- v) Company has laid down systems to ensure compliance with the provisions of all applicable law and that such systems are adequate and operating effectively.
- vi) Company has prepared the annual accounts on a going concern basis.

19. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Company has adequate internal control procedures, commensurate with the size, scale and complexity of its operations. The Audit Committee has a process for timely check for compliance with the operating systems, accounting procedures and policies.

20. CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any Corporate Social Responsibility initiatives. The provisions contained in section 135 of the Companies Act, 2013, as well as the Companies (Corporate Social Responsibility Policy) Rules, 2014 are not applicable to your Company for the year under reference.

21. MANAGEMENT DISCUSSION AND ANALYSIS

The Management's Discussion & Analysis had been specified in "Annexure A" forming part of this Report.

22. APPOINTMENT AND MANAGERIAL REMUNERATION

The details of appointment and resignation of KMP's are specified in point number 31. The details of remuneration paid to the KMP's is forming part of the Balance Sheet and specifically mentioned in **Note No. 25** of Related Party Transactions.

The Factors considered while recommending increase in remuneration are financial Performance of the Company, Comparison with peer Companies, industry benchmarking, and regulatory guidelines as applicable to Managerial Personnel. The Variables pay is as per policy of the Company.

23. PARTICULARS OF EMPLOYEES

There are 28 employees as on as March 31st, 2024.

Your Directors would like to put on record their appreciation of the sincere and dedicated services rendered by the loyal employees of the Company.

In terms of 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, a statement containing the disclosures pertaining to remuneration and other details has been appended as "Annexure B" to this Report.

The statement containing the names of top ten employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the aforementioned Rules will be made available on request sent to the dedicated email address of the Company at investors@silkflexindia.in.

24. STATUTORY AUDITORS

Members of the Company at the 6th AGM held on 27th July 2022, approved appointment of M/s M B Jajodia & Associates, Chartered Accountants (ICAI Firm Registration Number 0139647W) as the Statutory Auditors of the Company for a term of 5 consecutive years commencing from the conclusion of 6th AGM till the conclusion the 11th AGM of the Company i.e., from FY 2022-23 to FY 2026-27 from whom certificate pursuant to section 139 of the Companies Act has been received. Report of the Auditors, including reference made therein, to the notes forming part of the Statement of Accounts, are self-explanatory and does not require to be elucidated further.

M/s. M B Jajodia & Associates, have confirmed that they are within the limits specified under Section 141(3)(g) of the Companies Act, 2013 and they are not disqualified to act as Statutory Auditors in terms of the provisions of Sections 139 and 141 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014.

As required under Regulation 33(1)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. M B Jajodia & Associates., have confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

The Statutory Auditors Report to the shareholders for the year under review does not contain any modified opinion or qualifications and the observations and comments given in the report of the Statutory Auditors Notes to accounts are self-explanatory and hence do not call for any further explanation or comments under Section 134(f)(i) of the Companies Act, 2013.

25. INSTANCES OF FRAUD, IF ANY REPORTED BY THE AUDITORS

During the year under review, the auditors have not reported any fraud under Section 143(12) of the Companies Act, 2013 and therefore, no details are required to be disclosed under Section 134(3)(c)(a) of the Companies Act, 2013.

26. COST AUDITORS

The Ministry of Corporate Affairs vide Notification dated December 31, 2014, made amendment in the Companies (Cost Records and Audit) Rules, 2014, through Companies (Cost Records and Audit) Amendment Rules, 2014. As per the Amendment Rules, the Company is exempted from the requirement to conduct Cost Audit.

27. SECRETARIAL AUDIT

In terms of Section 204 of the Act and Rules made there under, Secretarial Audit is not applicable on the Company.

28. ANNUAL RETURN

The Annual Return of the Company as on March 31, 2024 is available on the Company's website and it can be accessed through the given link- <https://silkflexindia.in/financials/>.

29. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Associate Company or Joint Venture during the year under review.

30. PARTICULARS OF RELATED PARTY TRANSACTIONS

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. The Company had entered into below mentioned Related Party Transactions during the financial year under review. Accordingly, the disclosure of Related Party Transactions as required under Section 134(3) of the Companies Act in Form AOC-2 is applicable.

Attention of the members is drawn to the disclosures of transactions with the related parties is set out in Notes to Accounts forming part of the financial statement. The details of the same is more specifically specified in **Form AOC-2** annexed with the Boards Report as "Annexure C".

Managerial Remuneration Paid during 2023-24: -

(Figures in Lakhs)

<u>Sl. No.</u>	<u>Name of KMP/Directors</u>	<u>Designation</u>	<u>Remuneration Paid</u>
1.	Tushar Lalit Kumar Sanghvi	Managing Director	45.00
2.	Urmi Raj Mehta	Chief Financial Officer	6.00
3.	Atanu Bhuniya	Non-Executive Independent Director	18.00
4.	Rajendrakumar Mohanlal Shah	Non-Executive Non-Independent Director	12.00
5.	Sourabh Sharma	Company Secretary	0.21

31. DIRECTORS / KEY MANAGERIAL PERSONNEL / AND THEIR APPOINTMENT / RE-APPOINTMENT / RESIGNATION

The details of Board of Directors and Key Managerial Personnel of the Company for the Financial Year 2023-24 and as on date of this Report are as follows:

Name of Directors and Key Managerial Personnel	Designation	Date of Appointment	Date of Change in Designation	Date of Cessation
Tushar Lalit Kumar Sanghavi *	Chairman & Managing Director	13-05-2016	23-12-2023	-
Rajendrakumar Mohanlal Shah **	Non-Executive Non-Independent Director	31-05-2022	23-12-2023	-
Atanu Bhuniya **	Non-Executive Non-Independent Director	03-05-2023	23-12-2023	
Urmi Raj Mehta***	Whole-Time Director & Chief Financial Officer	22-12-2020	22-12-2023	
Sugoto Ghosh #	Independent Director	23-12-2023	-	
Hardikkumar Dasharathbhai Patel #	Independent Director	23-12-2023	-	
Sourabh Sharma##	Company Secretary & Compliance Officer	08-01-2024	-	01-06-2024
Nikita Jaiswal ###	Company Secretary & Compliance Officer	05-07-2024	-	-

During the period under review:

* Mr. Tushar Lalit Kumar Sanghavi had been redesignated as Chairman and Managing Director of the Company with effect from December 23, 2023.

** Mr. Rajendrakumar Mohanlal Shah & Mr. Atanu Bhuniya had been redesignated as Non-Executive Non-Independent Director of the Company with effect from December 23, 2023.

*** Mrs. Urmi Raj Mehta had been redesignated as Whole-Time Director and Chief Financial Officer of the Company with effect from December 23, 2023.

Mr. Sugoto Ghosh and Mr. Hardikkumar Dasharathbhai Patel had been appointed as Independent Directors of the Company with effect from December 23, 2023.

Mr. Sourabh Sharma, Company Secretary appointed as Company Secretary cum Compliance Officer of the Company with effect from January 8, 2024, had resigned from the place of office with effect from June 1, 2024.

Ms. Nikita Jaiswal, Company Secretary appointed as Company Secretary cum Compliance Officer of the Company with effect from July 5, 2024.

32. RISK MANAGEMENT POLICY

In terms of the requirement of the Act, the Company has developed and implemented the Risk Management Policy and the Audit Committee of the Board reviews the same periodically.

33. BUSINESS RESPONSIBILITY REPORT (BRR)

The Business Responsibility Report as per regulation 34(2) of SEBI Listing Regulations is not applicable to the Company as the Company does not fall under top 500 listed companies on the basis of market capitalisation.

34. DIVIDEND DISTRIBUTION POLICY

Pursuant to regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, top 500 listed companies based on market capitalisation are required to formulate a Dividend Distribution Policy. Accordingly, your Company is not required to formulate the Dividend Distribution Policy.

35. DEPOSITS

Your Company has not accepted any deposits from public in terms of Section 73 of the Companies Act, 2013 and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.

36. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

Your Company has not carried out any business activities warranting conservation of the energy and technology absorption in accordance with Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014. Since the company is not engage in any manufacturing activity, issues relating to technology absorption are not quite relevant to its functioning. During the year under consideration the Company has spent/incurred foreign exchange in accordance with the Rules and Regulations. There is no foreign exchange earnings during the year.

37. CODE OF CONDUCT FOR PREVENTION OF INSIDER TRADING

In compliance with SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted a 'Code of Conduct for Regulating, Monitoring and Reporting of Trading by insiders' and 'Code of Fair Disclosure' of Unpublished Price Sensitive Information to ensure prohibition of Insider Trading in the Organization.

The 'Trading Window' is closed when the Compliance Officer determines that a designated person or class of designated persons can reasonably be expected to have possession of Unpublished Price Sensitive Information. All Board of Directors and the designated employees have confirmed compliance with the Code.

38. VIGIL MECHANISM

The Company has established Vigil Mechanism for Directors and employees to report their genuine concerns and provide adequate safeguard against their victimization as provided in Section 177 of the Companies Act, 2013 and rules made there under. It has been posted to Company's website www.silkflexindia.in.

All the Board Members and the Senior Management personnel have confirmed compliance with the Code. All Management Staff were given appropriate training in this regard.

39. DISCLOSURE UNDER THE SEXUAL HARRASMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company is committed to creating and maintaining an atmosphere in which employees can work together, without fear of sexual harassment, exploitation and intimidation. Accordingly 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. Internal Complaints Committee (ICC) was set up to redress complaints received regarding sexual harassment. All employees (Permanent, Contractual, temporary, trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year:

No. of Complaints received	Nil
No. of Complaints disposed off	Nil

40. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS

No material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

41. EXTRACT OF ANNUAL RETURN

As per Companies (Management and Administration) Amendment Rules, 2021, the requirement of attaching Form MGT-9 has been withdrawn vide notification no. G.S.R. 159(E). dated 05/03/2021.

42. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The details of Loans given, Investments made, Guarantees given and Securities provided covered under the provision of Section 186 of the companies Act, 2013 are given in the notes to the Financial Statements.

43. CORPORATE GOVERNANCE

As per the Guideline and direction of the SEBI & Stock Exchange accordingly the company has been adhering to the directions and guideline, as required and if applicable on the Companies size and type. Pursuant to the Regulation 15(2)(b) of SEBI (LODR) Regulations, 2015, the compliance with the provisions of Corporate Governance is not applicable on SME Listed Companies.

44. GENERAL

The other disclosures, not commented upon in this report pursuant to Section 134 of the Companies Act, 2013 read with rules, are not applicable to the Company for the financial year under review.

45. ACKNOWLEDGEMENT

Your Directors would like to express their grateful appreciation and co-operation received from the Financial Institution, Banks, Government Authorities and Shareholders during the year under review. Your Directors wish to place on record their deep sense of appreciation to all the employees for their commendable teamwork, exemplary professionalism and enthusiastic contribution during the year.

**For and on behalf of the Board
SILKFLEX POLYMERS (INDIA) LIMITED**

Date: 24/08/2024

Place: Howrah

Tushar Lalit Kumar Sanghavi

Managing Director

DIN: 07476030

Urmi Raj Mehta

Whole-Time Director

DIN: 09008119

ANNEXURES TO DIRECTOR'S REPORT:

<u>Sl. No.</u>	<u>ANNEXURE</u>	<u>CONTENT</u>
1.	Annexure A	MANAGEMENTS DISCUSSION & ANALYSIS
2.	Annexure B	Disclosures pertaining to Remuneration and Other Details of Managerial Personnel <i>(Pursuant to Section 197(12) of the Act read with Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)</i>
3.	Annexure C	<u>FORM NO. AOC.2</u> Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto, <i>(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)</i>
4.	Annexure D	Information to the Shareholders

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

1. INDUSTRY OVERVIEW

Our Company is engaged in the trading of the textile printing inks and water-based wood coating polymers products of a Malaysian based brand - "Silkflex" produced by Silkflex Polymers SDN BHD ("*Silkflex Malaysia*"). Silkflex Malaysia, are one of the garment printing ink manufacturers of Malaysia. Silkflex Malaysia manufactures its products through its manufacturing unit located in Malaysia and the same products are then supplied around the globe through its authorised agents. The list of countries where Silkflex Malaysia supplies the products includes India, Thailand, Turkey, Russia, Sri Lanka, Bangladesh and Indonesia.

Our Company was originally promoted by a father son duo. Late Lalit Kumar Hargovinddas Sanghavi and Mr. Tushar Lalit Kumar Sanghavi in the year 2016 started our Company with the intention of importing and selling the Silkflex brand products in India. Unfortunately, we lost Mr. Lalit Kumar Hargovinddas Sanghavi in the year 2020 due to COVID-19 pandemic. Thereafter, Mr. Tushar Lalit Kumar Sanghavi and her daughter Ms. Urmi Raj Mehta, i.e., the current promoters of our Company are actively and fully involved in the day-to-day affairs of Company's operations. Mr. Tushar Lalit Kumar Sanghavi and Ms. Urmi Raj Mehta have 18 years and 3 years of experience in our industry respectively. They play an instrumental role in the growth and success of our Company. Their experience enables us to anticipate and address market trends, manage and grow our operations, maintain and leverage customer relationships. Our Company is also guided by expertise management team which provides technical, marketing & sales guidance to our Company.

Our Company has always believed in the best quality in its products. The company is dedicated to the quality of its products and adheres to quality standards as prescribed by its clients. The company strives for complete transparency and satisfaction of its clients with an unwavering thrust and focus on professional excellence and integrity.

Registered Office, Kolkata

As on the date of this Report, the registered office of our Company is situated in the state of West Bengal. We also have 5 (five) branch offices in India, one of each situated in the state of Gujarat, Maharashtra, Tamil Nadu, Rajasthan and Punjab. Our offices are well equipped with the necessary infrastructure facilities.



❖ INDIAN TEXTILE INDUSTRY

The Indian textile and apparel industry was expected to grow at 10% CAGR from 2019-20 to reach US\$ 190 billion by 2025- 26. India has a 4.6% share of the global trade in textiles and apparel. Moreover, India is the world's 3rd largest exporter of Textiles and Apparel.

The Indian Technical Textile market has a huge potential of a 10% growth rate, increased penetration level of 9-10% and is the 5th largest technical textiles market in the world. India's sportech industry was estimated around US\$ 1.17 million in 2022-23.

The Indian Medical Textiles market for drapes and gowns is around US\$ 9.71 million in 2022 and is expected to grow at 15% to reach US\$ 22.45 million by 2027.

The Indian composites market is expected to reach an estimated value of US\$ 1.9 billion by 2026 with a CAGR of 16.3% from 2021 to 2026 and the Indian consumption of composite materials will touch 7,68,200 tonnes in 2027.

India is the world's largest producer of cotton. Estimated production stood at 343.4 lakh bales during the cotton season 2022-23. India's demand for domestic consumption of cotton is estimated to be 5.29 million metric tonnes in 2022-23. Domestic consumption for the 2021-22 cotton season was estimated to be 338 lakh bales. Cotton production in India is projected to reach 7.2 million tonnes (~43 million bales of 170 kg each) by 2030, driven by increasing demand from consumers. In FY23, exports of readymade garments (RMG) including accessories stood at US\$ 16.2 billion. It is expected to surpass US\$ 30 billion by 2027, with an estimated 4.6-4.9% share globally.

Exports for 247 technical textile items stood at Rs. 5,946 crore (US\$ 715.48 million) between April-June (2023-24).

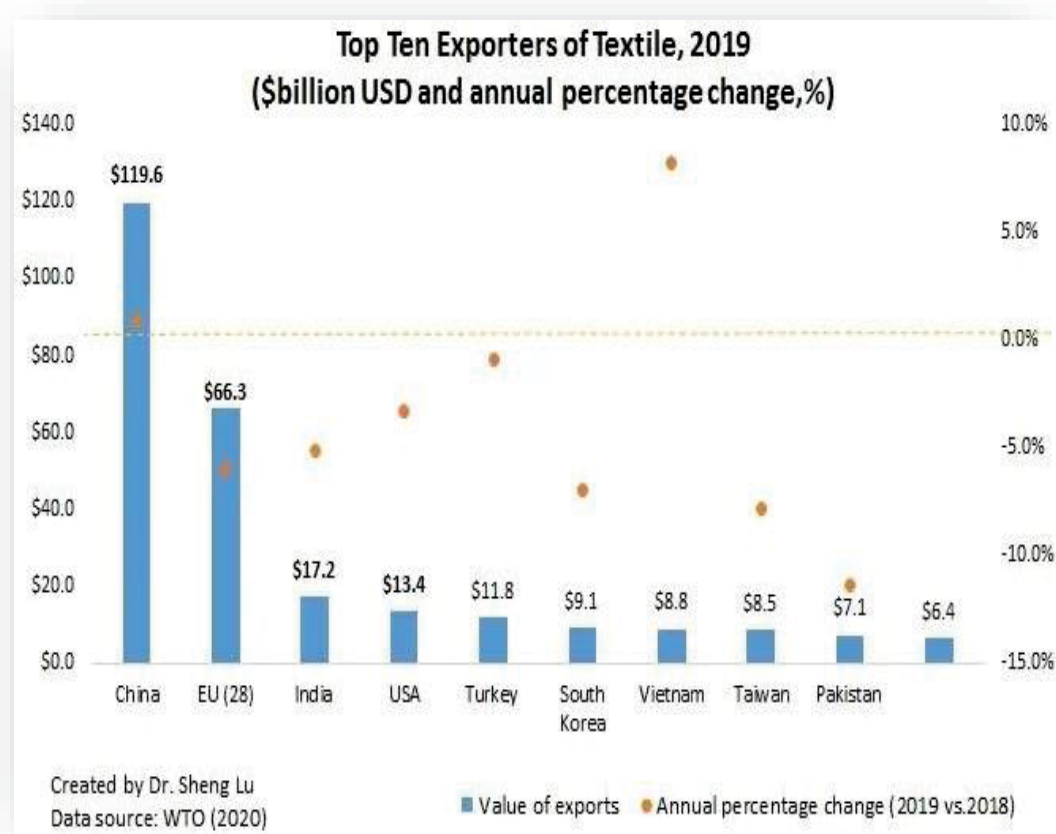
India's textiles industry has around 4.5 crore employed workers including 35.22 lakh handloom workers across the country.



❖ GLOBAL TEXTILE INDUSTRY

The global textile industry was estimated to be around USD 920 billion, and it is projected to witness a CAGR of approximately 4.4% during the forecast period to reach approximately USD 1,230 billion by 2024, according to a recent report.

The textile industry has evolved greatly since the invention of the cotton gin in the 18th century. This lesson outlines the most recent textile trends around the globe and explores the growth of the industry. Textiles are products made



from fiber, filaments, yarn, or thread, and can be technical or conventional depending on their intended use. Technical textiles are manufactured for a specific function. Examples include an oil filter or a diaper. Conventional textiles are made for aesthetics first, but can also be useful. Examples include jackets and shoes.

From a global perspective, the textile industry is an ever-growing market, with key competitors being China, the European Union, the United States, and India.

❖ INDIAN WOOD COATING INDUSTRY

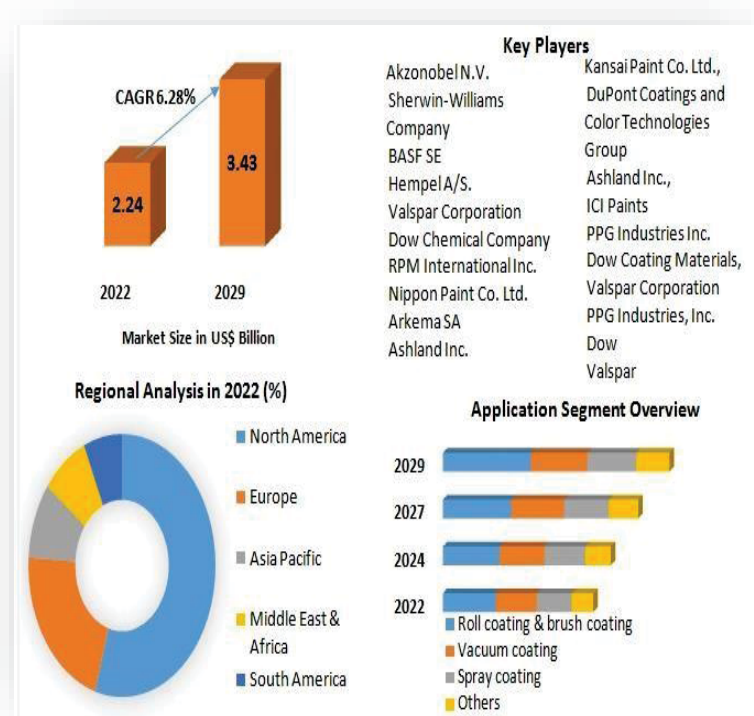
Wood coatings are generally created by combining various layers of shellac, drying oil, lacquer, varnish, etc. where every layer is followed by sanding. Whereas, on the contrary, waterborne wood coatings are made from a wide range of resins which include acrylic, polyester, polyurethane, fluoropolymer, waterborne powder, etc. Water is added in these coatings to enable the resin to get dispersed easily. These coatings are applied on the wood surface to protect and enhance its appearance. The high-water content of these coatings makes them easy to apply and environment-friendly as well. The consistency and the composition of the waterborne coatings vary and different solvents can be added to it. These coatings are often applied on furniture items such as tables, chairs, shelves, decorative wooden items, etc.

The market for waterborne wood coatings is currently exhibiting a continuous growth. Catalyzed by growing urbanization in emerging economies across the Asia Pacific, Latin America, and Eastern Europe, there has been a significant rise in the demand of waterborne wood coatings. Growing urbanization has triggered a rise in the residential, commercial, and industrial infrastructure, creating a positive impact on the demand of wooden products in these regions. Moreover, rising production of wooden artefacts and decorative items catalyzed by the growth of the global décor industry has also been driving the demand of these coatings. Additionally, waterborne wood coating offers numerous advantages compared to its substitutes. This includes robustness, stain resistance, corrosion resistance, flexibility, etc. Other factors driving the demand of waterborne wood coating include government regulations to reduce VOC (volatile organic compounds) emissions, product innovation, rising wood reuse, etc.

❖ GLOBAL WOOD COATING INDUSTRY

Wood Coating Market was valued at US\$ 2.24 Bn. in 2022 and is expected to reach US\$ 3.43 Bn. by 2029, at a CAGR of 6.28% during a forecast period.

The report includes the analysis of impact of COVID-19 lock-down on the revenue of market leaders, followers, and disrupters. Since lock down was implemented differently in different regions and countries, impact of same is also different by regions and segments. The report has covered the current short term and long term impact on the market, same will help decision makers to prepare the outline for short term and long term strategies for companies by region.



In terms of region, the Asia Pacific region registered a more than 47% value share in 2022 and expected to cater a significant growth by 2029. The government investments for the infrastructural development and initiatives towards housing schemes in economics such as

India, Vietnam and ASEAN countries among others, is expected to drive the wood coatings market in the region. In China, the demand for water-borne wood coatings is on increase owing to the new tax reform on VOC emissions.

2. OUR BUSINESS

Our Company offers a wide variety of products which consists of 108 textile printing ink products and 51 wood coating polymers products. Our Company has entered into an agreement with Silkflex Malaysia on October 01, 2016, for distribution and selling, the water-based textile printing inks products of Silkflex. We also entered into agreement with Silkflex Malaysia on October 01, 2019 for distribution and selling, the wood coating polymers products of Silkflex Malaysia. These agreements also give us the rights to use the brand name of Silkflex in India. Further, by virtue of Technology Transfer Agreement (“TTA”) dated July 25, 2023, Silkflex Malaysia has permitted us to be the manufacturer of its products in India and agreed to provide full right, technology relating to products like Silkbond 35 and binder for table glue products. However, as on the date of this Report, our Company is in the process of setting up the manufacturing unit and has not started its production activities. We have been associated with Silkflex Malaysia since year 2016 and have over 7 years of business association with Silkflex Malaysia.



Textile Ink / Coating

Replacement of traditional toxic cross-linking mechanism of textile inks with a new eco-friendly system which provides zero discharge of hazardous chemicals



Wood Coatings

A unique class of eco-friendly water-based wood coatings created from state-of-art polymer engineering has enabled the complete replacement of traditional oil-based lacquers.

3. OUR COMPETITIVE STRENGTHS

We believe that the following competitive strengths have contributed to our business growth and will continue to drive our success.

1. **ZDHC certified**

Silkflex products are certified to ZDHC Confidence Level 3 (Zero Discharge of Hazardous Chemicals). ZDHC aims to remove harmful chemicals from production and the supply chain to protect workers, consumers and the environment. Silkflex ensures that the products not only conform to the requirements of ZDHCs manufacturing restricted substances list but also to the strict manufacturing restricted substances list of global brands and retailers. Silkflex products are also accredited with Eco-Passport certificate issued by Oeko-Tex® and GOTS-version 7 (Global Organic Textile Standard) certificate.

2. Wide range of our products

Our product mix has evolved over the past several years as we have entered into new product categories. Our Company deals in large number of products and offers a wide range of printing ink products used in textiles & garments industry. We also offer wood coating products to the furniture industry. The wood coating products sourced by us have a unique class of water-based wood coatings. We believe that maintaining a variety of products in our business provides us with an opportunity to cater to diverse needs of different customer segment. Our products undergo quality check to ensure that any quality defects or product errors are rectified.

3. Location Advantage

Reducing cost of operation is something which our company has been focusing on since its inception. We sell our products in West Bengal, Tamil Nadu, Punjab, Rajasthan, Gujarat. As a cost-effective measure, we import the goods and stock the same in our respective branch offices and supply locally. Hence reducing the cost of transportation substantially without compromising on the quality of the material procured. It also ensures us a continuous supply of products.

4. Well established relationship with clients

Our company generates its revenue from domestic operations; it has trusted buyers who give repeated orders at frequent intervals. The repetition of orders is basically owing to the quality of the product we provide and also the healthy relationship we maintain. Visits with customers are kept regularly to understand their needs, concerns and address them personally. We understand that the textile & furniture industry is highly competitive and maintaining healthy relationship with our customers will help us to be in the competition.

5. Leveraging the experience of our Promoter and Directors

Our Promoters, Chairman and Managing Director, Mr. Tushar Lalit Kumar Sanghavi and our Whole-Time Director, Mrs. Urmi Raj Mehta have 18 years and 3 years of experience in our industry. They play an instrumental role in the growth and success of our Company. The vision and growth strategies of our Company have been greatly influenced by their experience. Their expertise lies in business development, business strategy, product marketing, business planning, team management, sales management, entrepreneurship, strategic planning and competitive analysis. In order to meet the needs of the clients and deliver high yield, we have experienced team of employees in textile industries, marketing, and customer service, among other areas.

6. Strong Marketing Practices

The efficiency of the marketing and sales network is critical to the success of our Company. We produce distinctive marketing and advertising campaigns that generate high customer engagement. This marketing and campaigns include workshops, exhibitions and seminars including training programmes for product handling. To retain our customers and acquire new customers, our team having adequate experience and competencies, regularly interact with them through workshops, exhibitions, seminars and focus on gaining an insight into the additional needs of customers. Our technical team give technical demonstration to our customers on regular interval for new developing techniques & usage of products.



Product handling training session

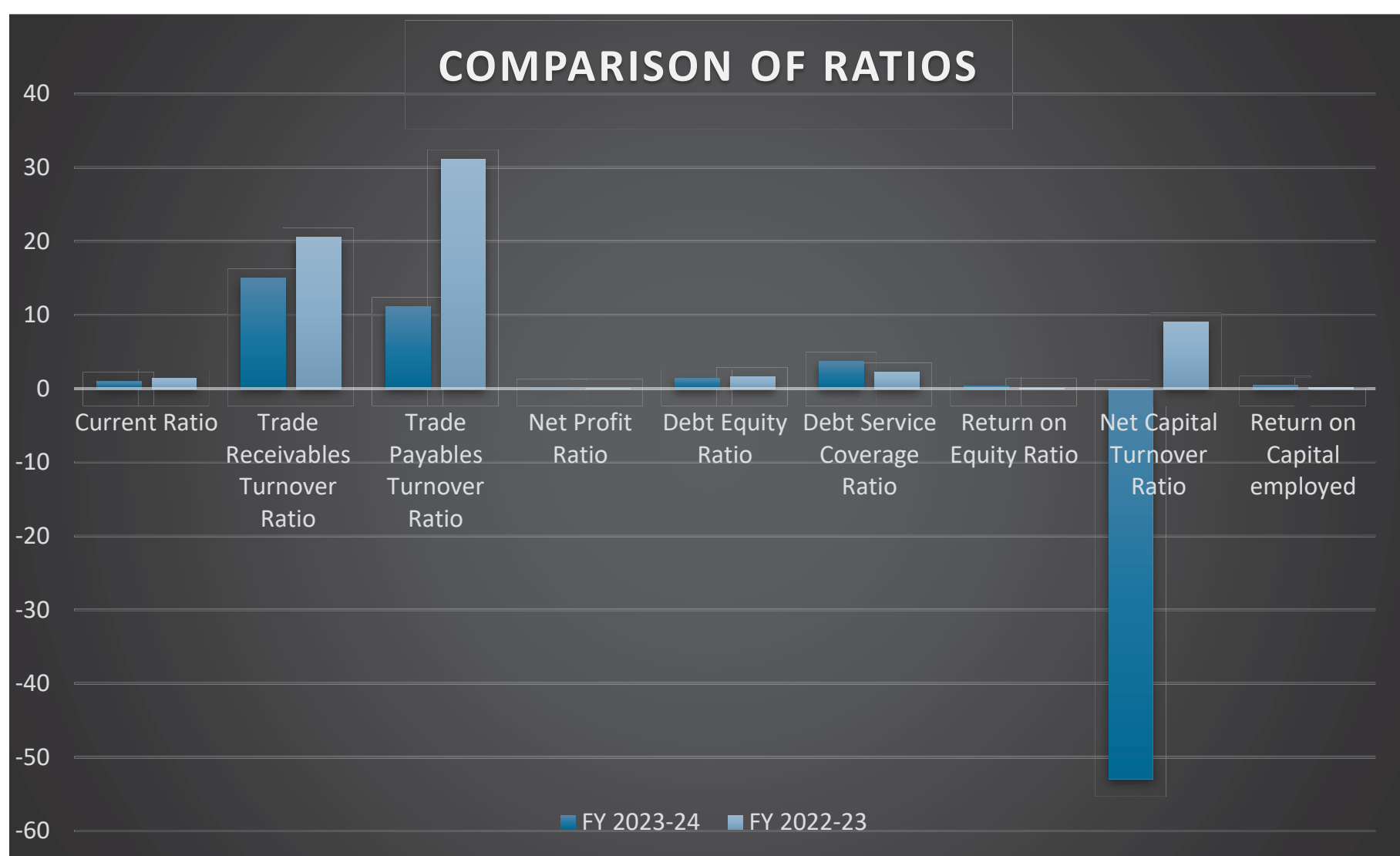
4. FACTORS AFFECTING OUR RESULTS OF OPERATIONS

Our results of operations and financial conditions are affected by numerous factors including the following:

1. Termination of our existing agreements with Silkflex Malaysia
2. Our ability to successfully implement our strategy, our growth and expansion, technological changes.
3. Fail to attract, retain and manage the transition of our management team and other skilled & unskilled employees;
4. Ability to respond to market changes;
5. Failure to comply with regulations prescribed by authorities of the jurisdictions in which we operate;
6. General economic and business conditions in the markets in which we operate and in the local, regional and national economies;
7. Our ability to effectively manage a variety of business, legal, regulatory, economic, social and political risks associated with our operations;
8. Recession in the market;
9. Changes in laws and regulations relating to the industries in which we operate;
10. Our ability to meet our capital expenditure requirements;
11. Failure to adapt to the changing technology in our industry of operation may adversely affect our business and financial condition;
12. Failure to obtain any approvals, licenses, registrations and permits in a timely manner;
13. Changes in political and social conditions in India or in countries that we may enter, the monetary and interest rate policies of India and other countries, inflation, deflation, unanticipated turbulence in interest rates, equity prices or other rates or prices;
14. Occurrence of natural disasters or calamities affecting the areas in which we have operations;
15. Conflicts of interest with affiliated companies, the promoter group and other related parties;
16. The performance of the financial markets in India and globally;
17. Any adverse outcome in the legal proceedings in which we are involved;
18. Our ability to expand our geographical area of operation;
19. Concentration of ownership among our Promoters.

5. KEY FINANCIAL RATIOS:

<u>Particulars</u>	<u>FY 2023-24</u>	<u>FY 2022-23</u>
Current Ratio	0.96	1.37
Trade Receivables Turnover Ratio	15.00	20.57
Trade Payables Turnover Ratio	11.13	31.15
Net Profit Ratio	6.60%	1.87%
Debt Equity Ratio	1.38	1.63
Debt Service Coverage Ratio	3.68	2.28
Return on Equity Ratio	32.05%	9.96%
Net Capital Turnover Ratio	-53.02	9.03
Return on Capital employed	52.18%	19.75%



For and on behalf of the Board
SILKFLEX POLYMERS (INDIA) LIMITED

Date: 24/08/2024
Place: Howrah

Tushar Lalit Kumar Sanghavi
Managing Director
DIN: 07476030

Urmi Raj Mehta
Whole-Time Director
DIN: 09008119

DISCLOSURES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 ARE AS UNDER:

Sl. No.	Disclosure Requirement	Disclosure Details		
		Director	Designation	Ratio
1.	The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2023-24	Tushar Lalit Kumar Sanghavi	Chairman & Managing Director	13.57:1
		Urmi Raj Mehta	Whole Time Director & Chief Financial Officer	1.81:1
		Rajendrakumar Mohanlal Shah	Non-Executive Non-Independent Director	3.62:1
		Sugoto Ghosh	Non-Executive Non-Independent Director	-
		Hardikkumar Dasharathbhai Patel	Non-Executive Independent Director	-
		Atanu Bhuniya	Non-Executive Independent Director	5.43:1
2.	The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year	Directors and other Key Managerial Personnel	Designation	% increase in remuneration
		Tushar Lalit Kumar Sanghavi	Chairman & Managing Director	25%
		Urmi Raj Mehta	Whole Time Director & Chief Financial Officer	-
		Rajendrakumar Mohanlal Shah	Non-Executive Non-Independent Director	71.43%
		Sugoto Ghosh	Non-Executive Non-Independent Director	-
		Hardikkumar Dasharathbhai Patel	Non-Executive Independent Director	-
		Atanu Bhuniya	Non-Executive Independent Director	-

		Saurabh Sharma	Company Secretary	-
3.	The percentage increase in the median remuneration of employees in the financial year	6.25%		
4.	The number of permanent employees on the rolls of Company as on 31 st March, 2024	28		
5.	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	0.71%		
6.	It is hereby affirmed that the remuneration paid is as per the Remuneration Policy of the Company for Directors, Key Managerial personnel and Senior Management	The Company is in compliance with its Remuneration Policy.		

**For and on behalf of the Board
SILKFLEX POLYMERS (INDIA) LIMITED**

**Date: 24/08/2024
Place: Howrah**

**Tushar Lalit Kumar Sanghavi
Managing Director
DIN: 07476030**

**Urmi Raj Mehta
Whole-Time Director
DIN: 09008119**

FORM NO. AOC.2

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

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

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

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

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

(a) Name(s) of the related party and nature of relationship	Specified in Note No. 25 of The Financial Statements
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts/arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:	
(e) Date(s) of approval by the Board, if any:	
(f) Amount paid as advances, if any:	

For and on behalf of the Board
SILKFLEX POLYMERS (INDIA) LIMITED

Date: 24/08/2024
Place: Howrah

Tushar Lalit Kumar Sanghavi
Managing Director
DIN: 07476030

Urmi Raj Mehta
Whole-Time Director
DIN: 09008119

INFORMATION TO SHAREHOLDERS**1. General Shareholder Information**

a.	AGM: Day, Date, Time and Venue	AT THURSDAY, 26TH SEPTEMBER, 2024 AT 04.00 P.M. THROUGH VIDEO CONFERENCING (VC)/OTHER AUDIO-VISUAL MEANS (OAVM)
b.	Financial Year	1 st April, 2023 to 31 st March, 2024
c.	Date of Book Closure	Friday, 20 th September, 2024 to Thursday, 26 th September, 2024
d.	Listing on Stock Exchange	The Shares of the Company are listed on The National Stock Exchange of India Limited (SME Segment) NSE Limited (NSE Emerge) Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051
e.	NSE SYMBOL	SILKFLEX
f.	ISIN	INE0STN01015
g.	Registrar and Share Transfer Agents	M/s. Bigshare Services Pvt. Ltd. Office No S6-2, 6th floor Pinnacle Business Park, Next to Ahura Centre, Mahakali Caves Road, Andheri (East) Mumbai - 400093, India

2. Other Information**a. Quarterly and Half-yearly financial results**

The Half yearly and Annual Results of the Company are available on the website of the Company www.silkflexindia.in. The Half-Year Results and Annual Results of the Company are regularly submitted to the Stock Exchanges in accordance with the Listing Agreement.

The 'Investors' section on the Company's website keeps the investors updated on material developments in the Company by providing key and timely information such as Financial Results, Annual Reports etc. Members also have the facility of raising queries on share related matters through a facility provided on the Company's website.

The Company has a dedicated help desk with email ID: investors@silkflexindia.in in the Secretarial Department for providing necessary information to the investors.

b. Official News Releases

Official news releases are made whenever it is considered necessary. The Financial Results and other Communications of the Company were uploaded on the website of the Company and simultaneously intimated to the stock exchange (NSE Limited).

c. Dividend Payment Date

Not Applicable.

AUDIT REPORT TO THE SHARE HOLDERS OF SILKFLEX POLYMERS (INDIA) LIMITED

Report on the Financial Statements

Opinion:

We have audited the accompanying financial statements of **SILKFLEX POLYMERS (INDIA) LIMITED**, which comprise the Balance Sheet as at **31st March, 2024**, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2024, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

There are no Key Audit Matters Reportable as per SA 701 issued by ICAI.

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

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

When we read the other information included in the above reports, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and determine the actions under the applicable laws and regulations.

Management's Responsibility for the Financial Statements

Management 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India including accounting standards referred to in section 133 of the Act, as applicable.

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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

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 standalone financial statements.

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

2. As required under provisions of section 143(3) of the Companies Act, 2013, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief where necessary for the purposes of our audit;
- b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance Sheet and Statement of Profit and Loss dealt with this report are in agreement with the books of account;
- d. In our opinion, the aforesaid Financial Statement comply with the Accounting Standards specified under Section 133 of Act, read with relevant rule issued thereunder.
- e. On the basis of written representations received from the directors as on March 31, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the company and operating effectiveness of such controls, referred to our separate report in **Annexure B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting
- g. With respect to the other matters to be included in the Auditors 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 explanation given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of section 197 of the act.

- h. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - (a) The Company does not have any pending litigations except as mentioned below as per Annexure A at 31st March 2024 on its financial position in its financial statement,
 - (b) The Company did not have any long-term and derivative contracts as at March 31, 2024.

- (c) There has been no delay in transferring amounts, require to be transferred, the Investor Education and Protection Fund by the Company during the year ended March 31, 2024.
- i. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, 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 were 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 (a) and (b) contain any material misstatement
- j. The Company has not paid any dividends during the year and hence, the provisions of Section 123 of the Act are not applicable to the Company.

For and on behalf of
M B JAJODIA & ASSOCIATES
Chartered Accountants
Firm’s registration number: 139647W

MANOJ JAJODIA
Partner
Membership number: 162116
Date: 31/05/2024
Place: Ahmedabad
UDIN: 24162116BKBGYW7615

ANNEXURE "A" TO THE AUDITORS' REPORT

In terms of the information and explanations given to us and the books and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state as under:

(i) In respect of Its Property Plant & Equipment:

a)

- The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment ("PPE") and relevant details of right of use assets.
- The Company have maintained records showing full particulars of intangible assets, which, in our opinion, are proper.

b) The Company has a regular program of physical verification of its PPE by which PPE are verified in a phased manner over a period of three years. In accordance with this program, certain PPE were verified during the year.

In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its PPE. No material discrepancies were noticed on such verification.

c) According to the information and explanation given to us and in the basis of our examination of the records of the company the title deeds of immovable properties are held in the name of the company.

d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its property, plant and equipment (including Right-of-use assets) or Intangible assets or both during the 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) In respect of Its Inventories:

a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory.

b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has been sanctioned working capital limits in excess of five crore rupees (at any point of time during the year), in aggregate, from banks or financial institutions on the basis of security of current assets; quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company;

- (iii)** The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, the provisions of Clause 3 (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f) of the said order are not applicable to the company.
- (iv)** In our opinion and according to the information and explanations given to us, the Company has not provided any loans and advances under section 185 and 186 of the Companies Act, 2013.
- (v)** The company has not accepted any deposits from the public within the meaning of sections 73 to 76 or any relevant provisions of the 2013 act and the rules framed there under to the extent notified.
- (vi)** The Central government has not prescribed the maintenance of cost records by the company under section 148(1) of the companies Act, 2013 for any of its products.
- (vii)** In respect of Statutory Dues:
- a) The company is regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Duty of Customs, GST, Cess and any other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, sales tax, customs duty, and cess were in arrears, as at 31.03.2024 for a period of more than six months from the date they became payable.
 - b) According to the information and explanations given to us, there are no dues of sales tax, income tax, custom duty, wealth tax, GST, excise duty and cess which have not been deposited on account of any dispute.
- (viii)** Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the Company does not have any transaction, which were not recorded in the books of accounts, and which have been surrendered or disclosed as income during the current reporting period in the tax assessments under the Income Tax Act, 1961.
- (ix)**
- a) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or other borrowings to financial institutions, banks, government and dues to debenture holders or in the payment of interest thereon to any lender during the reporting period.
 - b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority during the reporting period.
 - c) According to the information and explanations given to us by the management, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.
 - d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.

- e) The Company doesn't have any associate, subsidiary or joint venture and hence, clause (ix)(e) of the order is not applicable to us.
- f) The Company doesn't have any associate, subsidiary or joint venture and hence, clause (ix)(f) of the order is not applicable to us.

(x)

- a) The Company has issued 56,25,000 Equity shares vide Bonus issue out of the reserves of the company and the allotment has been done on 04.10.2023 as per the Companies Act, 2013.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xi)

- a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of audit.
- b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) We have taken into consideration the whistleblower complaints received by the Company during the year while determining the nature, timing, and extent of our audit procedures.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc., as required by the applicable accounting standards;

(xiv) (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports issued to the Company during the year and covering the period up to March 31, 2024 for the period under audit.

(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 any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

(xvi) According to the information and explanations given to us and in our opinion, the 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) and (c) of the Order is not applicable to the Company.

According to the information and explanations given to us, the Group does not have any Core Investment Company (CIC) as part of the Group as per the definition of Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016 and hence the reporting under clause (xvi)(d) of the Order is not applicable.

- (xvii)** The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii)** There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable / paragraph 3(xviii) of the Order is not applicable.
- (xix)** On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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.
- (xx)** In our opinion and as per information and explanation given to us, the Company is not required to spend the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer of Fund specified in Schedule VII to the Companies Act or special account in compliance with provision of sub-section (6) of section 135 of said Act. Accordingly, reporting under clause (xx) of the order is not applicable for the year.
- (xxi)** Clause (xxi) of the order is not applicable in the report on the standalone financial statements of the Company.

For and on behalf of
M B JAJODIA & ASSOCIATES
Chartered Accountants
Firm's registration number: 139647W

MANOJ JAJODIA
Partner
Membership number: 162116
Date: 31/05/2024
Place: Ahmedabad
UDIN: 24162116BKBGYW7615

ANNEXURE “B” TO AUDITOR’S REPORT

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

Opinion

We have audited the internal financial controls over financial reporting of **SILKFLEX POLYMERS (INDIA) LIMITED** ('the Company') as of 31st March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to the Standalone Financial Statements and such internal financial controls were operating effectively as at 31 March, 2024 based on the internal controls 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 (“the Guidance Note”).

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 (the 'Guidance Note') issued by the Institute of Chartered Accountants of India (the 'ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the

assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statement.

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.

For and on behalf of
M B JAJODIA & ASSOCIATES
Chartered Accountants
Firm's registration number: 139647W

MANOJ JAJODIA
Partner
Membership number: 162116
Date: 31/05/2024
Place: Ahmedabad
UDIN: 24162116BKBGYW7615

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

BALANCE SHEET AS AT 31ST MARCH, 2024

(Rs. In Thousands)

Particulars	Note No.	As at 31/03/2024 (Amounts in Rs.)	As at 31/03/2023 (Amounts in Rs.)
<u>EQUITY AND LIABILITIES</u>			
<u>[1] Shareholders' Funds :</u>			
[a] Share Capital	2	81,250	25,000
[b] Reserves & Surplus	3	41,353	58,311
		1,22,603	83,311
<u>[2] Non-Current Liabilities :</u>			
[a] Long Term Borrowings	4	9,647	20,927
[b] Deferred Tax Liabilities (Net)		0	0
[c] Other Non Current Liabilities		0	0
[d] Long Term Provisions		0	0
		9,647	20,927
<u>[3] Current Liabilities :</u>			
[a] Short Term Borrowings	5	1,58,968	1,14,514
[b] Trade Payables	6	69,455	12,030
[c] Other Current Liabilities	7	15,019	6,416
[d] Short Term Provisions	8	13,534	0
		2,56,977	1,32,960
Total		3,89,227	2,37,199
<u>ASSETS :</u>			
<u>[1] Non-Current Assets :</u>			
Property, Plant and Equipment			
[i] Tangible Assets	9	70,750	39,331
[ii] Intangible Assets		42,253	911
[iii] Capital Work in progress		9,341	0
		1,22,345	40,242
[b] Long Term Loans and Advances	10	1,459	1,304
[c] Non Current Investments	11	16,383	14,014
[d] Deferred Tax Assets (Net)		299	6
[e] Other Non-Current Assets	12	3,000	0
		1,43,487	55,566
<u>[2] Current Assets :</u>			
[a] Short Term Loans and Advances	13	9,210	1,414
[b] Inventories	14	1,62,517	1,46,354
[c] Trade Receivables	15	58,416	21,000
[d] Cash & Cash equivalents	16	594	378
[e] Other Current Assets	17	15,003	12,487
		2,45,741	1,81,633
Total		3,89,227	2,37,199
Significant Accounting Policies	1		

As per our report of even date attached herewith
For, M B JAJODIA & ASSOCIATES
Chartered Accountants
(FRN No. 139647W)

Manoj Jajodia
Partner
(M.No.162116)
Place : Ahmedabad
Date: 31.05.2024

For and on behalf of the Board,

Urmi Mehta Tushar Sanghavi
Director Director
(DIN: 09008119) (DIN: 07476030)

UDIN: 24162116BKBGYW7615

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2024

(Rs. In Thousands)

Particulars	Note No.	Current Year	Previous Year
		31/03/2024	31/03/2023
INCOME			
Revenue from operations	18	5,95,764	4,42,973
Other Income	19	3,939	2,092
Total Revenue		5,99,703	4,45,064
EXPENDITURES			
Purchases of Stock-in-trade	20	4,69,511	3,82,624
Changes in Inventories of Finished Goods	21	-16,163	-34,444
Employee Benefit Expense	22	20,398	16,034
Finance Costs	23	16,478	10,905
Depreciation	9	4,804	3,976
Other Expenses	24	52,142	54,868
Total Expenses		5,47,170	4,33,963
Profit Before Tax		52,533	11,101
Less : Tax Expenses:			
(a) Tax Expense for Current year		13,534	2,799
(b) Tax Expense for Previous years		0	0
(c) Deferred Tax Asset/(Liability)		-293	0
Profit for the year		39,292	8,302
Earnings Per Share of Rs. 10 each			
Basic		4.84	3.32
Diluted		4.84	3.32
Significant Accounting Policies	1		

As per our report of even date attached herewith
For, M B JAJODIA & ASSOCIATES
Chartered Accountants
(FRN No. 139647W)

For and on behalf of the Board,

Manoj Jajodia
Partner
(M.No.162116)
Place : Ahmedabad
Date: 31.05.2024

Urmi Mehta Tushar Sanghavi
Director Director
(DIN: 09008119) (DIN: 07476030)

UDIN: 24162116BKBGYW7615

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

CASH FLOW STATEMENT AS PER AS-3 FOR THE YEAR ENDED 31ST MARCH, 2024

(Rs. In Thousands)

	Particulars	2023-24		2022-23	
		(Amounts in Rs.)	(Amounts in Rs.)	(Amounts in Rs.)	(Amounts in Rs.)
A:	Cash from Operating Activities :				
	Net Profit before Taxation		52,533		11,101
	Add/(Deduct) Adjustment for :				
	Depreciation & Amortisation Expense	4,804		3,976	
	Interest Income	-965		-722	
			3,839		3,255
	Operating Profit Before Working Capital Changes :		56,371		14,356
	Adjustment For :				
	Increase/(Decrease) in Short-Term Provisions	13,534		-1,279	
	Increase/(Decrease) in Other Current Liabilities	8,603		-3	
	Increase/(Decrease) in Trade Payables	57,425		11,195	
	Increase/(Decrease) in Deferred Tax Liabilities	0		-68	
	Decrease/(Increase) in Deferred Tax Assets	-293		-6	
	Increase/(Decrease) in Long-Term Borrowings	-11,280		1,350	
	Decrease/(Increase) in Inventories	-16,163		-34,444	
	Decrease/(Increase) in Trade Receivables	-37,416		1,075	
	Decrease/(Increase) in Short Term Loans and Advances	-7,796		-334	
	Decrease/(Increase) in Other Current Assets	-2,516		1,446	
			4,097		-21,068
	Cash Generated From Operations		60,469		-6,713
	Income Tax Paid		-13,241		-2,799
	Net Cash From Operating Activities (A)		47,228		-9,512
B:	Cash Flow From Investment Activities :				
	Decrease/(Increase) in Fixed assets		-86,907		-9,623
	Decrease/(Increase) in Investment		-2,369		-2,749
	Decrease/(Increase) in Non-Current Assets		-3,000		
	Interest Income		965		722
	Net Cash from Investment Activities (B)		-91,310		-11,651
C:	Cash Flow From Financing Activities :				
	Proceeds from issue of Share Capital	56,250		0	
	Issue of Bonus shares from Reserves	-56,250			
	Proceeds From Short Term Borrowings	44,455		21,146	
	Proceeds From Long Term Loans and Advances	-156	44,299	0	21,146
	Net Cash from Financing Activities (C)		44,299		21,146
	Net Increase in Cash & Cash Equivalents		216		-17
	Cash & Cash Equivalents at the Beginning		378		395
	Cash & Cash Equivalents at the End		594		378
	(a) Cash on hand		481		329
	(b) Balance with Banks		114		49

Notes :

(1) The above Cash Flow Statement has been prepared under the "Indirect Method" set out in Accounting Standard - 3 issued by Companies (Accounting Standard) Rules, 2008

As per our report of even date attached herewith
For, M B JAJODIA & ASSOCIATES
Chartered Accountants
(FRN No. 139647W)

For and on behalf of the Board,

Manoj Jajodia
Partner
(M.no. 162116)
Place : Ahmedabad
Date: 31.05.2024

Urmi Mehta
Director
(DIN: 09008119)

Tushar Sanghavi
Director
(DIN: 07476030)

UDIN: 24162116BKBGYW7615

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

Ratio / Measure	Methodology	For the year ended	
		31-Mar-24	31-Mar-23
Current Ratio	Current Assets over Current Liabilities	0.96	1.37
Trade Receivables Turnover Ratio	Revenue from operations over average trade receivables	15.00	20.57
Trade Payables Turnover Ratio	Adjusted expenses over average trade payables	11.13	31.15
Net Profit Ratio	Net profit over revenue	6.60%	1.87%
Debt Equity Ratio	Debt over total shareholders' equity	1.38	1.63
Debt Service Coverage Ratio	Earnings available for debt services over Finance Cost	3.68	2.28
Return on Equity Ratio	PAT over total average equity	32.05%	9.96%
Net Capital Turnover Ratio	Revenue from operations over average working capital	-53.02	9.03
Return on Capital employed	EBIT over capital employed	52.18%	19.75%

Notes:

EBIT - Earnings before interest and taxes

PBIT - Profit before interest and taxes including other income

EBITDA - Earnings before interest, taxes, depreciation and amortisation.

PAT - Profit after taxes

Debt includes current and non-current lease liabilities

Adjusted expenses refers to sub-contractor charges and other expenses net of non-cash expenses and donations

Capital employed refers to total shareholders' equity and debt.

Investments includes non-current investment, current investment and margin-money deposit

Explanation for variances exceeding 25%:

Current Ratio	Current Liabilities are increased in current year as compared to previous year.
Debt Service Coverage Ratio	Profit for the year is increased in current year as compared to previous year.
Net Capital Turnover Ratio	Current Liabilities are increased in current year as compared to previous year.

As per our report of even date attached herewith

For, M B JAJODIA & ASSOCIATES

Chartered Accountants
(FRN No. 139647W)

For and on behalf of the Board,

Manoj Jajodia
Partner
(M.No.162116)
Place : Ahmedabad
Date: 31.05.2024

Urmi Mehta
Director
(DIN: 09008119)

Tushar Sanghavi
Director
(DIN: 07476030)

UDIN: 24162116BKBGYW7615

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note: - 1 Significant accounting policies:

1.0 Corporate Information

SILKFLEX POLYMERS (INDIA) LIMITED is a Limited Company, incorporated under the provisions of Companies Act, 2013 and having CCIN: U51909WB2016PLC215739. The Company is mainly engaged in the in the business of Chemicals and Printing dyes used in the Textile Industry and water based Wood Coatings. The registered office address of the Company is Daga Complex, Sulati Jaladhulagori, Sankrail, Howrah-711302, West Bengal, India.

1.1 Basis of preparation of financial statements

a. Accounting Convention: -

These financial statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India ("Indian GAAP"). Indian GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with the Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the Historical Cost Convention. and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013.

b. Use of Estimates and Judgments

The preparation of financial statement in conformity with accounting standard requires the Management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affects the application of accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of financial statement and reported amounts of revenue and expenses during the period. Accounting estimates could change form period to period. Actual result could differ from those estimates. As soon as the Management is aware of the changes, appropriate changes in estimates are made. The effect of such changes are reflected in the period in which such changes are made and, if material, their effect are disclosed in the notes to financial statement.

c. Current and Non - Current Classification

An asset or a liability is classified as Current when it satisfies any of the following criteria:

- i. It is expected to be realized / settled, or is intended for sales or consumptions, in the Company's Normal Operating Cycle;
- ii. It is held primarily for the purpose of being traded.
- iii. It is expected to be realized / due to be settled within twelve months after the end of reporting date;
- iv. The Company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-Current.

For the purpose of Current / Non - Current classification of assets and liabilities, the Company has ascertained its operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of the assets or liabilities for processing and their realization in Cash and Cash Equivalents.

1.2 Basis of Preparation

a) Presentation and Disclosure of Standalone Financial Statements

These standalone financial statements have been prepared as per "Schedule - III" notified under the Companies Act, 2013. The Company has also reclassified / regrouped / restated the previous year figures in accordance with the requirements applicable in the current year.

b) Property, Plant & Equipment and Intangible Assets: -

- i.** The company has adopted Cost Model to measure the gross carrying amount of fixed assets.
- ii.** Tangible Fixed assets are stated at cost of acquisition less accumulated depreciation. Cost includes the purchase price and all other attributable costs incurred for bringing the asset to its working condition for intended use.
- iii.** Intangible assets are stated at the consideration paid for acquisition and customization thereof less accumulated amortization.
- iv.** Cost of fixed assets not ready for use before the balance sheet date is disclosed as Capital Work in Progress.
- v.** Cost of Intangible Assets not ready for use before the balance sheet date is disclosed as Intangible Assets under Development.

c) Depreciation/ Amortization: -

Depreciation has been provided under Written Down Value Method at the rates prescribed under schedule II of the Companies Act, 2013 on single shift and Pro Rata Basis to result in a more appropriate preparation or presentation of the financial statements.

In respect of assets added/sold during the year, pro-rata depreciation has been provided at the rates prescribed under Schedule II.

Intangible assets being Software are amortized over a period of its useful life on a straight line basis, commencing from date the assets is available to the company for its use.

d) Impairment of Assets: -

An asset is treated as impaired when the carrying cost of an asset exceeds its recoverable value. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior period is reversed if there has been a change in the estimate of the recoverable amount.

e) Investments:-

- Long term investments are stated at cost. Provision for diminution in the value of long-term investment is made only if such decline is other than temporary.
- Current investments are stated at lower of cost or market value. The determination of carrying amount of such investment is done on the basis of specific identification.

f) Retirement Benefits:-

a) Short Term Employee Benefits:

All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus, short term compensated absences, awards, ex-gratia, performance pay etc. and the same are recognised in the period in which the employee renders the related service.

b) Employment Benefits:

i) Defined Contribution Plans:

The company has Defined Contribution Plans for post-employment benefit in the form of Provident Fund which are administered by the Regional Provident Fund Commissioner. Provident Fund are classified as defined contribution plans as the company has no further obligation beyond making contributions. The company's contributions to defined contribution plans are charged to the Statement of Profit and Loss as and when incurred.

ii) Defined Benefit Plans:

a) Provident Fund :

Provident fund is a defined contribution scheme as the company pays fixed contribution at pre-determined rates. The obligation of the company is limited to such fixed contribution. The contributions are charged to Profit & Loss A/c.

b) Gratuity:

The Management has decided to apply pay-as-you-go method of gratuity provision. So gratuity will be accounted in the Profit & Loss A/c in the financial year in which the employee retires and provision will not be made on yearly basis and charged to the profit and loss accounts on the basis of actual payment.

c) Leave Encashment:

The Management has decided to apply pay-as-you-go method for payment of leave encashment. So amount of leave encashment will be accounted in the Profit & Loss A/c in the financial year in which the employee retires and provision will not be made on yearly basis and charged to the profit and loss account on the basis of actual payment.

g) Revenue Recognition:-

Revenue is recognized when it is probable that economic benefit associated with the transaction flows to the Company in ordinary course of its activities and the amount of revenue can be

measured reliably, regardless of when the payment is being made. Revenue is measured at the fair value of consideration received or receivable, taking into the account contractually defined terms of payments, net of its returns, trade discounts and volume rebates allowed.

Revenue includes only the gross inflows of economic benefits, including the excise duty, received and receivable by the Company, on its own account. Amount collected on behalf of third parties such as sales tax, value added tax and goods and service tax (GST) are excluded from the Revenue.

Sale of goods is recognized at the point of dispatch of goods to customers, sales are exclusive of Sales tax, Vat, GST and Freight Charges if any. The revenue and expenditure are accounted on a going concern basis.

Interest Income is Recognized on a time proportion basis taking into account the amount outstanding and the rate applicable i.e. on the basis of matching concept.

Other items of Income are accounted as and when the right to receive arises.

h) Borrowing Cost :-

Borrowing Cost includes the interest, commitments charges on bank borrowings, amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs that are directly attributable to the acquisition or construction of qualifying property, plants and equipment's are capitalized as a part of cost of that property, plants and equipment's. The amount of borrowing costs eligible for capitalization is determined in accordance with the Accounting Standards - 16 "Borrowing Costs". Other Borrowing Costs are recognized as expenses in the period in which they are incurred.

In accordance with the Accounting Standard - 16, exchange differences arising from foreign currency borrowings to the extent that they are regarded as adjustments to interest costs are recognized as Borrowing Costs, and are capitalized as a part of cost of such property, plants and equipment's if they are directly attributable to their acquisition or charged to the Standalone Statement or Profit and Loss.

i) Related Party Disclosure :-

The Disclosures of Transaction with the related parties as defined in the related parties as defined in the Accounting Standard are given in notes of accounts.

j) Accounting for Leases :-

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to the ownership to the Company is classified as a finance lease.

The Company as a lessee:

a) Operating Lease:- Rental payable under the operating lease are charged to the Standalone Statement of Profit and Loss on a Straight line basis over the term of the relevant lease.

b) Finance Lease:- Finance lease are capitalized at the commencement of the lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease

obligation. Lease payments are apportioned between finance charges and the reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against the income over the period of the lease.

The Company has not provided any of its assets on the basis of operating lease or finance lease to others.

k) Cashflow:-

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals of past or future cash receipts and payments. The cash flows from regular operating, investing and financing activities of the company are segregated.

l) Earnings Per Share :-

The Company reports the basic and diluted Earnings per Share (EPS) in accordance with Accounting Standard 20, "Earnings per Share". Basic EPS is computed by dividing the Net Profit or Loss attributable to the Equity Shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the Net Profit or Loss attributable to the Equity Shareholders for the year by the weighted average number of Equity Shares outstanding during the year as adjusted for the effects of all potential Equity Shares, except where the results are Anti - Dilutive.

The weighted average number of Equity Shares outstanding during the period is adjusted for events such a Bonus Issue, Bonus elements in right issue, share splits, and reverse share split (consolidation of shares) that have changed the number of Equity Shares outstanding, without a corresponding change in resources.

m) Taxes on Income :-

1. Current Tax: -

Provision for current tax is made after taken into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

2. Deferred Taxes:-

Deferred Income Tax is provided using the liability method on all temporary difference at the balance sheet date between the tax basis of assets and liabilities and their carrying amount for financial reporting purposes.

- i. Deferred Tax Assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available in the future against which this items can be utilized.
- ii. Deferred Tax Assets and liabilities are measured at the tax rates that are expected to apply to the period when the assets is realized or the liability is settled, based on tax rates (and the tax) that have been enacted or enacted subsequent to the balance sheet date.

n) Discontinuing Operations :-

During the year the company has not discontinued any of its operations.

o) Provisions Contingent liabilities and contingent assets:-

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the 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 a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation is reported as Contingent Liability. In the rare cases, when a liability cannot be measured reliably, it is classified as Contingent Liability. The Company does not recognize a Contingent Liability but disclosed its existence in the standalone financial statements.

p) Event after Reporting Date:-

Where events occurring after the Balance Sheet date provide evidence of condition that existed at the end of reporting period, the impact of such events is adjusted within the standalone financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

(Rs. In Thousands)

Sr. No.	Particulars	As at 31/03/2024	As at 31/03/2023
2.	Share Capital		
	[a] Authorised : 1,35,00,000 Equity Shares at par value of Rs. 10/- each	1,35,000	25,000
	[b] Issued, Subscribed & Paid-up 81,25,000 Equity Shares at par value of Rs. 10/- each	81,250	25,000
	Total	81,250	25,000
2.1	During the FY 2023-24, the Company has issued 56,25,000 Equity Shares as under:		
	56,25,000 Equity shares at Rs. 10 each (being Rs. 10 of Face Value) vide Bonus issue dt. 04.10.2023		
2.2	The company has not declared any dividend to equity shareholders during the year ended 31st March, 2024 (P.Y. NIL). The Total dividend appropriation for the year ended 31st March 2024 is NIL (P.Y. NIL)		
2.3	The Company has only one class of shares referred to as Equity Shares having face value of Rs. 10/-. Each Holder of Equity Share is entitled to 1 vote per share.		
2.4	In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity shares held by the shareholder.		
2.5	Shareholders holding more than 5% shares in the Company are as under :		
	Name of Share holders	As at 31/03/2024	As at 31/03/2023
		Nos. of Shares	Nos. of Shares
		% holding	% holding
	Rita Yogeshkumar Modi (Prop- Radhika Sales Agency)	0	233500
	Yogesh Jashwantlal Modi (Prop. Tirupati Sales Agency)	0	145000
	Trupti Sandipbhai Shukla	0	195500
	Tushar L Sanghavi Huf	910000	280000
	Tushar Lalitkumar Sanghavi	6665450	902750
	Lalit H Sanghavi Huf	487500	150000
2.6	Reconciliation of the number of shares outstanding and the amount of share capital is set out below :		
		(Rs. In Thousands)	
	Particulars	As at 31/03/2024	As at 31/03/2023
		No. of Shares	No. of Shares
		Amounts	Amounts
	Equity Shares		
	Shares at the beginning	2500000	2500000
	Addition: Bonus issue	5625000	0
	Shares at the end	8125000	2500000
2.7	Shareholding of Promoters (as on 31/03/2024)		
	Promoter name	No. of Shares	% of Total shares
			% change during the year
	Tushar Lalitkumar Sanghavi	6665450	82.04%
	Lalit H Sanghavi Huf	487500	6.00%
	Tushar L Sanghavi Huf	910000	11.20%
	Urmi Raj Mehta	48750	0.60%

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

Shareholding of Promoters (as on 31/03/2023)			
Promoter name	No. of Shares	% of Total shares	% change during the year
Tushar Lalitkumar Sanghavi	902750	36.11%	6.71%
Lalit H Sanghavi Huf	150000	6.00%	0.00%
Tushar L Sanghavi Huf	280000	11.20%	0.00%
Urmi Raj Mehta	15000	0.60%	0.00%
3. Reserves & Surplus			
		As at 31/03/2024	As at 31/03/2023
Surplus in the Statement of Profit and Loss			
Opening Balance		27,911	19,609
Less: Bonus shares issued out of Reserves		-25,850	0
Add: Profit & Surplus for the year		39,292	8,302
Net Surplus		41,353	27,911
Securities Premium		30,400	30,400
Less: Bonus shares issued out of Securities Premium		-30,400	0
Total		41,353	58,311

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

(Rs. In Thousands)			
4.	Long Term Borrowings	As at 31/03/2024	As at 31/03/2023
	Secured Term Loans from Banks		
	PNB Car Loan 1- 008900NG00002394 (Note 4.1)	980	1,144
	PNB Car Loan 2- 008900EV00000017 (Note 4.2)	1,459	1,646
	Less: Current Maturities of above classified as		
	Other current liabilities (Refer Note no. 9)	-592	-363
	Unsecured loan from Directors/Shareholders		
	*Terms of Repayment: Repayable on Demand	7,800	18,500
	Total	9,647	20,927
Note 4.1	Term loan for purchase of Motor car from Punjab National Bank is secured against the hypothecation of vehicle in favour of the Bank. The sanctioned amount is Rs. 14,73,000.00 dt. 17/03/2021 and is repayable in 84 Equal monthly installments of Rs. 22630.00 each		
Note 4.2	Term loan for purchase of Motor car from Punjab National Bank is secured against the hypothecation of vehicle in favour of the Bank. The sanctioned amount is Rs. 16,83,000.00 dt. 08/02/2023 and is repayable in 84 Equal monthly installments of Rs. 26658.00 each		
5.	Short Term Borrowings	As at 31/03/2024	As at 31/03/2023
	Security Deposits from Customers- Unsecured	17,592	14,973
	Loans Repayable on Demand (Secured)		
	Cash Credit from Punjab National Bank (Note: 5.1)	1,41,376	99,541
	Total	1,58,968	1,14,514
Note 5.1	Borrowing from Punjab National Bank:		
	1 Tenor: One year from the date of Sanction i.e. upto 27.07.2024.		
	2 Primary Security: Hypothecation of entire Current Assets of the company, both present and future on exclusive basis.		
	3 Collateral Security: Extension of EM of the following properties on exclusive basis:		
	(a) Residential Property located at 9-A/2, Manav Purusharth Society, Maninagar, Ahmedabad, Gujarat, owned by Director Mr. Tushar Lalit kumar Sanghavi		
	(b) Commercial Property located at Daga Complex, Sulati Jaladhulagori, Sankrail, Howrah, West Bengal, owned by the company		
	(c) Liquid Collateral in form of Fixed Deposits receipt in the name of company		
	(d) Liquid Collateral in form of Assignment of Metlife Policy (Policy No. 22154203) in the name of Director Mr. Tushar Lalit kumar Sanghavi		
	(e) Personal Guarantee of Mr. Tushar Lalit kumar Sanghavi and Mrs. Urmi Raj Mehta		
	The Company has filed monthly returns or statements with the banks where applicable, which are in agreement with the books of account		
6.	Trade Payables	As at 31/03/2024	As at 31/03/2023
	Sundry Creditor- Goods	69,455	12,030
	Total	69,455	12,030

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

7.	Other Current Liabilities	As at 31/03/2024	As at 31/03/2023
	Sundry Creditor- Expenses	11,319	4,745
	Term Loan Installment- Due within 1 year	592	363
	Output GST Payable	76	44
	TDS/TCS payable	1,790	560
	Professional Tax payable	5	8
	Expenses payable	16	15
	Salary Payable	1,221	683
	Total	15,019	6,416
8.	Short Term Provisions	As at 31/03/2024	As at 31/03/2023
	Provision for Income Tax FY 2023-24	13,534	0
	Total	13,534	0
10.	Long Term Loans and Advances	As at 31/03/2024	As at 31/03/2023
	Unsecured considered good unless stated other wise Security Deposits	1,459	1,304
	Total	1,459	1,304
11.	Non Current Investments	As at 31/03/2024	As at 31/03/2023
	FDR A/c 008900DP00026454	3,133	2,957
	FDR A/c 008900DP00026463	3,133	2,957
	FDR A/c 008900DP00026472	6,260	5,910
	FDR A/c 008900PU00005555	2,295	2,190
	FDR A/c 100300DP00018142	1,563	0
	Total	16,383	14,014
12.	Other Non-current Assets	As at 31/03/2024	As at 31/03/2023
	Deferred Expenditure	3,000	0
	Total	3,000	0
13.	Short Term Loans and Advances	As at 31/03/2024	As at 31/03/2023
	Advances recoverable in cash or kind or for value to be received Advance Tax paid	5,750	0
	TCS Receivable	0	19
	TDS Receivable	284	75
	Advances to Employees	3,176	1,320
	Total	9,210	1,414

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

14.	Inventories	As at 31/03/2024	As at 31/03/2023
	Finished Goods	1,62,517	1,46,354
	Total	1,62,517	1,46,354
15.	Trade Receivables	As at 31/03/2024	As at 31/03/2023
	Amount outstanding for a period exceeding Six months	0	0
	Amount outstanding for a period within Six months	58,416	21,000
	Total	58,416	21,000
16.	Cash and Bank Balances	As at 31/03/2024	As at 31/03/2023
	<u>Cash and Cash Equivalents</u>		
	Cash on Hand	481	329
	<u>Balance With Banks</u>		
	Punjab National Bank	114	49
	Total	594	378
17.	Other Current Assets	As at 31/03/2024	As at 31/03/2023
	GST Input/Credit Ledger Balance	14,237	11,942
	Prepaid Expenses	766	545
	Total	15,003	12,487

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

(Rs. In Thousands)			
18.	Revenue from Operations	As at 31/03/2024	As at 31/03/2023
	Sale of Goods	5,95,764	4,42,973
	Total	5,95,764	4,42,973
19.	Other Income	As at 31/03/2024	As at 31/03/2023
	Rent Income- Building	240	120
	Interest on Bank Deposits	965	722
	Insurance claim received	1,529	0
	Rent Income- Tirupur	1,200	1,200
	Other Indirect Income	4	50
	Total	3,939	2,092
20.	Purchases of Stock in trade	As at 31/03/2024	As at 31/03/2023
	Purchases of Stock in trade	4,69,511	3,82,624
	Total	4,69,511	3,82,624
21.	Change in Inventories	As at 31/03/2024	As at 31/03/2023
	Opening Stock of Stock in Trade	1,46,354	1,11,909
	Less: Closing Stock of Stock in Trade	1,62,517	1,46,354
	Total	-16,163	-34,444
22.	Employee Benefit Expense	As at 31/03/2024	As at 31/03/2023
	Directors Remuneration	8,100	4,900
	Salaries	11,394	10,318
	Bonus expense	904	816
	Total	20,398	16,034
23.	Finance Cost	As at 31/03/2024	As at 31/03/2023
	Bank CC A/c Interest	10,505	6,769
	Bank Charges	17	19
	Interest On Loan	3,059	2,011
	Interest on Security Deposit	620	519
	Intrerest on Bank Loan	241	264
	Loan Processing Fees	2,036	1,323
	Total	16,478	10,905

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

		(Rs. In Thousands)	
24.	Other Expense	As at 31/03/2024	As at 31/03/2023
	<u>Direct Expense</u>		
	Freight Inward	957	355
	CFS Charges On Import	94	682
	Container Truck Fare	1,650	1,915
	Custom Clearing & Forwarding Charges	376	534
	Customs Duty On Import	13,517	14,964
	Forex Charges for TT	344	301
	Materials Loss in Transit	715	0
	Packing Expenses	1,897	6,538
	Screen Print & Fabric Pur. Expenses	1,917	2,873
	Shipping Charges On Import	1,343	1,420
	<u>Indirect Expense</u>		
	Office Expenses	850	983
	Share Listed Exp.	66	0
	Tour & Travelling Expenses	2,914	3,760
	Advertisement Expenses	97	97
	Advocate Fess	181	42
	Payment to Auditors (Refer Note (i) below)	350	100
	Business Promotion Expenses	3,533	4,371
	Chemical Testing / Certification Expenses	7,568	2,530
	Commission on Sale	2,662	3,608
	Computer Expenses	378	324
	Consultancy Fees	300	300
	Container Detention Charges	257	144
	Conveyance Charges	242	331
	Courier & Local Delivery Charges	489	516
	Electricity Expenses	230	158
	Freight Outward	1,774	1,925
	Fuel Expenses	172	35
	Rent Expenses	2,177	2,181
	Insurance Expense	1,101	1,627
	Interest on Late payments of Statutory Dues	57	59
	Laboratory Testing Expenses	96	254
	Penalties of Custom Duty	81	415
	Loading & Unloading Charges	396	463
	ROC Fees & Filing	904	0
	Others Duty & Taxes	87	35
	Pollution Clearance Expences	38	0
	Printing & Stationery Expenses	106	116
	Professional Fees	279	90
	Return & Filling Fees	458	458
	Technical / Project Consultancy Fees	1,000	0
	Telephone & Internet Expenses	217	206
	Miscellaneous Expenses	274	158
	Total	52,142	54,868
	<u>Note (i) Payment to the auditors comprises of:</u>		
	(a) Statutory Audit	250	50
	(b) Tax Audit	100	50
	Total	350	100

SILKFLEX POLYMERS (INDIA) LIMITED

DAGA COMPLEX, SULATI JALADHULAGORI, SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA

		As at 31/03/2024	As at 31/03/2023
	EARNING PER SHARE (EPS)		
	Net Profit / (Loss) attributable to Equity Shareholders (Rs. In Thousands)	39,292	8,302
	Weighted average number of Equity Shares in calculating Basic EPS	8125000	2500000
	Weighted average number of Equity Shares in calculating Diluted EPS	8125000	2500000
	Face Value per Equity Shares	10.00	10.00
	Basic Earnings per Share	4.84	3.32
	Diluted Earnings per Share	4.84	3.32

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

Note 6 (Continued)

CURRENT TRADE PAYABLES AGEING SHEDULE AS AT 31.03.2024

(Rs in Thousands)

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total as at 31/03/2024
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	0	0	0	0	0	0	0
(ii) Others	0	0	69,455	0	0	0	69,455
(iii) Disputed dues - MSME	0	0	0	0	0	0	0
(iv) Disputed dues - Others	0	0	0	0	0	0	0
Total	0	0	69,455	0	0	0	69,455

CURRENT TRADE PAYABLES AGEING SHEDULE AS AT 31.03.2023

(Rs in Thousands)

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment				Total as at 31/03/2023
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	0	0	0	0	0	0	0
(ii) Others	0	0	12,030	0	0	0	12,030
(iii) Disputed dues - MSME	0	0	0	0	0	0	0
(iv) Disputed dues - Others	0	0	0	0	0	0	0
Total	0	0	12,030	0	0	0	12,030

Note 15 (Continued)								
CURRENT TRADE RECEIVABLES AGEING SCHEDULE AS AT 31.03.2024								
(Rs in Thousands)								
Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total as at 31/03/2024
			Less than 6 months	6 month-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables- Considered Good	0	0	55,651	0	0	0	0	55,651
(ii) Undisputed Trade Receivables- Considered Doubtful	0	0	0	0	0	0	0	0
(iii) Disputed Trade Receivables considered Good	0	0	0	0	0	0	0	0
(iv) Disputed Trade Receivables considered Doubtful	0	0	0	0	0	0	2,765	2,765
Total	0	0	55,651	0	0	0	2,765	58,416
CURRENT TRADE RECEIVABLES AGEING SCHEDULE AS AT 31.03.2023								
(Rs in Thousands)								
Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					Total as at 31/03/2023
			Less than 6 months	6 month-1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables- Considered Good	0	0	18,213	0	0	0	0	18,213
(ii) Undisputed Trade Receivables- Considered Doubtful	0	0	0	0	0	0	0	0
(iii) Disputed Trade Receivables considered Good	0	0	0	0	0	0	0	0
(iv) Disputed Trade Receivables considered Doubtful	0	0	0	0	0	196	2,592	2,787
Total	0	0	18,213	0	0	196	2,592	21,000

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI, SANKARAIL, HOWRAH-711302, WEST BENGAL, INDIA.

PROPERTY, PLANT AND EQUIPMENTS AND INTANGIBLE ASSETS											
											(Rs. In Thousands)
Note No : 9											
Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION					NET BLOCK	
	As at April 1,2023	Addition during the year	Ded/Adj during the year	As at March 31,2024	As at April 1,2023	For the year	Ded/Adj during the year	Effect on Deprn as per Co. Act,2013	Upto March 31, 2024	As at March 31,2024	As at March 31,2023
Tangible Assets											
Plant & Machinery	9,763	196	0	9,959	2,365	1,620	0	0	3,984	5,975	7,399
Furniture & Fittings	12,476	333	0	12,809	3,596	2,315	0	0	5,911	6,898	8,880
Computers & Data Processing Units	631	7	0	639	550	43	0	0	592	47	82
Buildings	14,350	0	0	14,350	754	662	0	0	1,416	12,935	13,597
Land	9,374	35,522	0	44,896	0	0	0	0	0	44,896	9,374
Intangible Assets											
Software & License	1,502	0	0	1,502	592	165	0	0	757	746	911
Technology Transfer Fees (Advance)	0	41,508	0	41,508	0	0	0	0	0	41,508	0
Capital Work in Progress											
Building in Tirupur	0	1,591	0	1,591	0	0	0	0	0	1,591	0
CCTV Installation	0	7,750	0	7,750	0	0	0	0	0	7,750	0
Total :	48,097	86,907	0	1,35,004	7,856	4,804	0	0	12,660	1,22,345	40,242

As per our report of even date attached herewith
For, M B JAJODIA & ASSOCIATES
Chartered Accountants
(FRN No. 139647W)

For and on behalf of the Board,

Manoj Jajodia Partner (M.No.162116) Place : Ahmedabad Date: 31.05.2024	Urmi Mehta Director (DIN: 09008119)	Tushar Sanghavi Director (DIN: 07476030)
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UDIN: 24162116BKBGYW7615

SILKFLEX POLYMERS (INDIA) LIMITED
DAGA COMPLEX, SULATI JALADHULAGORI,
SANKRAIL, HOWRAH-711302, WEST BENGAL, INDIA
CIN: U51909WB2016PLC215739

25

Related party transaction

a)

Names of related parties and related party relationship

(i) Key management personnel ('KMP')

Tushar Sanghavi (Director)
 Urmi Mehta (Director)
 Rajendrakumar Shah (Director)
 Atanu Bhuniya (Director)
 Sourabh Sharma (Company Secretary)

(ii) Relative of Key management personnel ('KMP')

Tushar Sanghavi HUF (Director's firm)
 Lalit Sanghavi HUF (Director's firm)

b)

Summary of transactions during the year:

(Rs. In Thousands)

Particulars	Key management personnel ('KMP') & their relatives		
	For the year ended 31, 2024	March	For the year ended March 31, 2023
Directors' Remuneration			
Tushar Sanghavi		4,500	3,600
Rajendra kumar Shah		1,200	700
Atanu Bhuniya		1,800	0
Urmi Mehta		600	600
Salary			
Sourabh Sharma		58	0
Interest on Unsecured Loan			
Tushar Sanghavi		2,668	154
Urmi Mehta		287	270
Tushar Sanghavi HUF		0	528
Lalit Sanghavi HUF		0	53
Unsecured Loans Received			
Tushar Sanghavi		4,500	0
Urmi Mehta		0	450
Tushar Sanghavi HUF		0	450
Unsecured Loans Repaid			
Tushar Sanghavi		0	2,150
Urmi Mehta		300	0
Lalit Sanghavi HUF		1,050	0
Tushar Sanghavi HUF		4,850	0

c) Summary of Closing balances at the end of the year:			
Particulars	(Rs. In Thousands)		
	Key management personnel ('KMP') & their relatives		
	For the year ended 31, 2024	March	For the year ended March 31, 2023
Outstanding Payables			
Directors' Remuneration			
Rajendra kumar Shah		75	0
Atanu Bhuniya		375	0
Salary			
Sourabh Sharma		21	0
Unsecured Loan			
Tushar Sanghavi		5,650	1,150
Urmi Mehta		2,150	2,450
Lalit Sanghavi HUF		0	1,050
Tushar Sanghavi HUF		0	4,850

Note:

- The Company has not given/ provided any guarantee/ collaterals for and on behalf of the aforementioned related parties.
- No amount has been written off or written back during the year in respect of debts due from or to related parties.

As per our report of even date attached herewith

For, MB JAJAODIA & ASSOCIATES
Chartered Accountants
(FRN No. 139647W)

Manoj Jajodia
Partner
(M.No. 162116)
Place : Ahmedabad
Date: 31.05.2024

For and on behalf of the Board,

Urmi Mehta
Director
(DIN: 09008119)

Tushar Sanghavi
Director
(DIN: 07476030)

UDIN: 24162116BKBGYW7615

Notes Forming Part of the Financial Statements

26. The previous year's figures have been reworked, regrouped, and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current annual financial statements and are to be read in relation to the amounts and other disclosures relating to the current financial year.
27. Credit and Debit balances of unsecured loans, sundry creditors, sundry Debtors, loans and Advances are subject to confirmation and therefore the effect of the same on profit could not be ascertained.
28. Balances of Trade Payables, Trade Receivable and Loans and Advances are subject to confirmations and reconciliation if any, by the respective parties.
29. The account balances existing at the beginning of the period have been relied upon the audited financial statements audited by the previous auditor.

30. Statement of Management

- a. The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- b. Balance Sheet, Statement of Profit and Loss and Cash Flow Statement read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review.

31. Deferred tax Assets and Liabilities are as under: -

Components of which are as under: -

Particulars	(Amount in Thousand)	
	31-03-2024	31-03-2023
<i>Deferred Tax Asset</i>	6.12	(68.30)
<i>Block of assets (Depreciation)</i>	293.31	74.43
<i>Net Deferred Tax Asset/ (Liability)</i>	299.45	6.12

32. Foreign Currency Transactions: -

Expenditure in Foreign Currency: Nil

Earnings in Foreign Currency: - Nil

33. Notes forming part of accounts in relation to Micro and small enterprise

1. Based on information available with the company, on the status of the suppliers being Micro or small enterprises, on which the auditors have relied, the disclosure requirements of Schedule III to the Companies Act, 2013 with regard to the payments made/ due to Micro and small Enterprises are given below:

Sr. No.	Particulars	Year Ended on 31 st March 2024		Year Ended on 31 st March 2023	
		Principal	Interest	Principal	Interest
I	Amount due as at the date of Balance sheet	Nil	Nil	Nil	Nil
ii	Amount paid beyond the appointed date during the year	Nil	Nil	Nil	Nil
iii	Amount of interest due and payable for the period of delay in making payments of principal during the year beyond the appointed date	Nil	Nil	Nil	Nil
Iv	The amount of interest accrued and remaining unpaid as at the date of Balance sheet	Nil	Nil	Nil	Nil

The company has initiated the process of obtaining the confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) but has not received the same in totality. The above information is compiled based on the extent of responses received by the company from its suppliers.

Additional Regulatory Information of the Company:

34. Title deeds of immovable property.

The Company do not have any Immovable property which is not held in the name of Company.

35. Revaluation of property, plants and equipment.

The Company has not revalued its Property, Plant and Equipment for the current year.

36. Loans or Advances in the nature of loans.

No loans or advances in the nature of loans are granted to Promoters, Directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment.

37. Capital Work In Progress (CWIP)

There has been Capital work in progress for the current year of the company for construction of building at the land located in Tirupur in the name of the company and for Installation of CCTV cameras in the Kolkata Head office of the company as follows:

(Amount in Thousands)

SR NO.	PARTICULAR	Amount in CWIP for a period of				
		Less than 1 year	1-2 years	2-3 years	More than 3	Total
1	Building- Tirupur	1590.71	-	-	-	1590.71
2	CCTV installation	7750.00	-	-	-	7750.00
	Total	9340.71	-	-	-	9340.71

38. Intangible assets under development:

There is one Intangible assets under development in the current year amounting to Rs. 4,15,07,500/- which is advance given as Technology transfer fees by the company and valid technology transfer agreement for the same is held in the company's record.

39. Details of Benami property held.

The company does not hold any benami property under the Benami Transaction (prohibition) act, 1988 and the rules there made under. Hence any proceeding has not been initiated or pending against the company for holding any benami property under the Benami Transaction (prohibition) act, 1988 and rules made there under.

40. Borrowings from bank or financial institution on the basis of current assets.

For the same comments is given in clause (ii)(b) Companies (Audit and Auditor) Rules, 2014.

41. Wilful Defaulter.

The company has not been declared as wilful defaulter by any bank or financial institution or government or government authority during the year reporting period.

42. Relationship with struck off companies.

The company does not have transaction with the struck off under section 248 of companies act, 2013 or section 560 of companies act 1956.

43. Registration of charges or satisfaction with Registrar of companies.

The company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.

44. Compliance with number of layers of companies.

The company is in compliance with the number of layers prescribed under clause (87) of section 2 of company's act read with companies (restriction on number of layers) Rules, 2017.

45. Compliance with approved scheme of Arrangements.

The Company has not have made any arrangements in terms of section 230 to 237 of companies act 2013, and hence there is no deviation to be disclosed.

46. Utilization of borrowed funds and share premium.

As on March 31, 2024, there is no unutilized amount in respect of any issue of securities and long term borrowing from banks and financial institution. The borrowed funds have been utilized for the specific purpose for which the funds were raised.

47. Corporate social responsibility (CSR).

Section 135 (Corporate social responsibility) of the Companies Act, 2013 is not applicable to the company.

48. Details of crypto currency and virtual currency.

The company has not traded or invested in crypto currency or virtual currency during the financial year.

49. A. 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 persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

B. No funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.