

# **Powergrace Industries Limited**

**11th - Annual Report**

305, Dev Arc, opp. Iscon Temple, S. G. Highway ,  
Ahmedabad -380015

**Financial Year  
'2023-24'**



**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF  
POWERGRACE INDUSTRIES LIMITED**  
Report on the Audit of the Financial Statements

**Opinion**

We have audited the accompanying financial statements of **POWERGRACE INDUSTRIES LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity, the Statement of Cash Flows for the year then ended on that date and a summary of the material accounting policies and other explanatory information (here in after referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its profit, other comprehensive income, changes in equity and its / cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA's") specified under section 143(10) of the Act. 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in our report.



**AHMEDABAD**  
503/ KSHITIJ ARIA, 5TH FLOOR,  
OPP. GOLDEN TRIANGLE COMPLEX,  
STADIUM ROAD, NAVRANGPURA,  
AHMEDABAD - 380009. M.: 94270 07081

**AHMEDABAD**  
A/306, MONDEAL SQUARE,  
NR. KARNAVATI CLUB, S.G. HIGHWAY ROAD,  
PRAHLAD NAGAR CROSS ROAD,  
AHMEDABAD-380 015. PH.: 079-4006 3697

**MUMBAI**  
B/ 33, BHOLANATH, SUBHASH ROAD,  
NR. ORION SCHOOL, OPP. MADRASI RAM-  
MANDIR, VILE PARLE (EAST),  
MUMBAI- 400057. M.: 94241 04415

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report but does not include the financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this 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 and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Other Information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'.

## **Management's Responsibility for the Financial Statements**

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

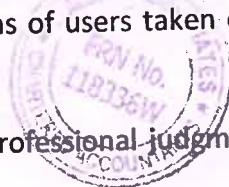
In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or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

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

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

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

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



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

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

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

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

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



## Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid financial statements comply with the IndAS specified under Section 133 of the Act.
- e) On the basis of the 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 the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid any remuneration to its directors during the year, hence reporting under section 197 (16) is not applicable to the company.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. As informed to us the Company does not have any pending litigation which would impact its financial position in its statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



(b)The Management has represented, that , to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries ") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c)Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of rule 11(e), as provided under(a)and(b)above, contain any material misstatement.

- iv. The Company has not declared or paid dividend during the year covered by our audit.
- v. Based on our examination, which include test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rule 2014 is applicable from April 01, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirement for record retention is not applicable for the financial year ended March 31, 2024

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

DATE:20<sup>TH</sup> MAY, 2024  
PLACE: AHMEDABAD



FOR R.R.S. & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN.118336W

*RR Shah*  
RAJESH R SHAH  
(PARTNER)  
MEMBERSHIP NO. 034549  
UDIN:24034549BK GREF3248

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of POWERGRACE INDUSTRIES LIMITED of even date)

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

We have audited the internal financial controls over financial report of POWERGRACE INDUSTRIES LIMITED ('the company') as on 31<sup>st</sup> March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit or Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of the 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 (the 'Act').

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India and the Standards on Auditing ('SA') prescribed under section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls. Those Standards and Guidance Note require that we comply with the 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 the internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of risks of material misstatement of 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 systems over financial reporting.



## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of the financial statements for external purpose in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting included 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 transaction are recorded as necessary to permit preparation of financial statement 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 company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Control over Financial Reporting

Because of the inherent limitation 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, projection of any evaluation of the internal financial controls over financial reporting to future periods are subjects to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or the degree of compliance with the policies or procedures may deteriorate.

## Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the criteria for internal financial control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR, RRS & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN: 118336W



*R. Shah*  
RAJESH R SHAH  
(PARTNER)

MEMBERSHIP NO: 034549  
UDIN: 24034549BKGREF3248

DATE: 20<sup>TH</sup> MAY, 2024  
PLACE: AHMEDABAD

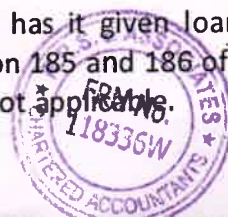


## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of POWERGRACE INDUSTRIES LIMITED of even date)

To the best of our information and according to the explanation provided to us by the company and the books of accounts and records examined by us in the normal course of audit, we state that:-

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - a)(A) The Company has maintained proper records showing full particulars including quantitative details and situation of its Property, Plant and Equipment.  
  
(B) The Company does not have any intangible asset, hence reporting under this clause is not applicable.
  - b) According to the information and explanation given to us, the Property, Plant and Equipment of the Company have been physically verified by the management at reasonable period during the year and no material discrepancies have been noticed on such verification. In our opinion the frequency of physical verification of Property, Plant and Equipments reasonable having regard to the size of the company and nature of its business.
  - c) The Company does not have any immovable properties, hence reporting under clause 3(i)(c) of the Order is not applicable to the company.
  - d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
  - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.
2.
  - a) The inventories were physically verified during the year by the management at reasonable intervals and no material discrepancies were noticed on physical verification.
  - b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
3. The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnership or other parties during the year, and hence the provisions of clause 3(iii) of the Order are not applicable.
4. The Company has neither made any investment nor has it given loans or provided guarantee or security and therefore the relevant provisions of Section 185 and 186 of the Act are not applicable to the Company. Accordingly, clause 3(iv) of the Order is not applicable.



5. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3 (v) of the Order are not applicable.
6. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of the section 148 of the Companies Act, 2013. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
7. In respect to statutory dues:
  - a. In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax and other material Statutory dues with the appropriate authorities. There were no undisputed statutory dues as on March 31, 2024, which were outstanding for more than six months from the date on which they became payable.
  - b. There are no material dues of Goods and service Tax, Provident Fund, Employees' State Insurance, Income Tax and other material Statutory dues which have not been deposited with the appropriate authorities on account of any disputes.
8. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961.
9. a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
  - b) The Company is not declared as willful defaulter by any bank or financial institution or government or any government authority.
  - c) The term loans availed by the Company were used for the purpose for which they were obtained.
  - d) Funds raised on short term basis have, prima facie, not been used during the year for long-term purposes by the Company.
  - e) The Company does not hold any investment in subsidiary or associate or joint venture during the year and hence reporting under clause 3(ix)(e) of the Order is not applicable.
  - f) The Company has not raised any funds during the year on the pledge of securities held in its subsidiaries.
10. a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
  - b) During the year, the Company has not made preferential allotment or private placement of shares or convertible debentures (fully, partly or optionally convertible). Accordingly reporting under clause 3(x)(b) of the Order is not applicable.
11. a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.



b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

12. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable to the Company.

13. Transaction with related parties are in compliance with section 177 and 188 of the Act, where applicable and the details have been disclosed in the notes to financial statements, as required by the applicable accounting standard.

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

(b) The Company is not required to appoint Internal Auditor as per provisions of the Act. Accordingly clause 3(xiv)(b) of the Order is not applicable.

15. In our opinion, during the year the Company has not entered into any non-cash transaction with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

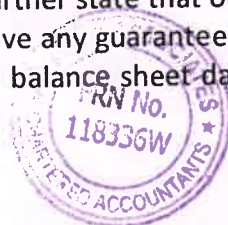
16. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

17. The Company has not incurred cash losses during the financial year and in the immediately preceding financial year.

18. There has been no resignation of statutory auditors of the company during the year.

19. 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 and our knowledge of Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.



20. The provisions of section 135 of the Companies Act 2013 in relation to Corporate Social Responsibility are not applicable to the company during the year and hence reporting under this clause is not applicable.

21. The Company is not required to prepare the Consolidated Financial Statement during the year and we are not required to obtain the Companies (Auditor's Report) Order (CARO) reports of any companies and hence reporting under this clause is not applicable.

DATE: 20<sup>TH</sup> MAY, 2024  
PLACE: AHMEDABAD



FOR, RRS & ASSOCIATES  
CHARTERED ACCOUNTANTS  
FRN: 118336W

  
RAJESH R. SHAH  
(PARTNER)

MEMBERSHIP NO: 034549  
UDIN: 24034549BKGREF3248

# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Balance Sheet As at 31 Mar, 2024

(₹ in Lakhs)

Particulars	Notes	As at	As at
		31 March, 2024 Audited	31 March, 2023 Audited
<b>A ASSETS</b>			
<b>1 Non - Current Assets</b>			
(a) Property, Plant and Equipment	2	97.86	63.13
(b) Capital Work-in-Progress	3	-	23.30
(c) Financial assets			
(i) Loans	4	0.15	-
(ii) Other Financial Assets	5	75.41	0.41
(d) Deferred Tax Assets	6	-	3.81
<b>Total Non Current Assets</b>		<b>173.42</b>	<b>90.65</b>
<b>2 Current Assets</b>			
(a) Inventories	9	427.19	198.40
(b) Financial Assets			
(i) Trade Receivables	10	616.98	454.10
(ii) Cash and Cash Equivalents	11	162.19	366.39
(iii) Bank Balances other than (ii) above	11	253.14	3.14
(iv) Loans	4	-	0.15
(v) Others Financial Assets	5	17.65	1.77
(c) Other Current Assets	7	2.67	2.18
(d) Current Assets	8	77.08	40.16
<b>Total Current Assets</b>		<b>1,556.91</b>	<b>1,066.29</b>
<b>Total Assets</b>		<b>1,730.33</b>	<b>1,156.94</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>(I) EQUITY</b>			
(a) Equity Share Capital	12	5.00	5.00
(b) Other Equity	13	1,152.60	746.22
<b>Total Equity</b>		<b>1,157.60</b>	<b>751.22</b>
<b>(II) LIABILITIES</b>			
<b>1 Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Other Financial Liabilities	16	47.39	47.20
(b) Provisions	18	11.65	9.52
(c) Deferred Tax Liabilities	6	0.08	-
<b>Total Non Current Liabilities</b>		<b>59.12</b>	<b>56.72</b>
<b>2 Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	14	-	1.51
(ii) Trade Payables :			
- Outstanding due to Micro and Small Enterprises	15	65.81	48.12
- Outstanding due to other than Micro and Small Enterprises	15	92.96	125.04
(iii) Other Financial Liabilities	16	43.18	28.40
(b) Other Current Liabilities	17	48.32	22.28
(c) Provisions	18	123.86	64.45
(d) Current Tax Liabilities	19	139.48	59.20
<b>Total Current Liabilities</b>		<b>513.61</b>	<b>349.00</b>
<b>Total Liabilities</b>		<b>572.73</b>	<b>405.72</b>
<b>Total Equity &amp; Liabilities</b>		<b>1,730.33</b>	<b>1,156.94</b>

Significant Accounting Policies

See accompanying notes to the Financial Statements

As per our Report of even date

For, R R S & Associates

Chartered Accountants

ICAI Firm Reg. No.-118336W

[ Rajesh Shah ]

Partner

Membership No. 034549

Place : Ahmedabad

Date : 20-05-2024



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For and on behalf of  
POWERGRACE INDUSTRIES LIMITED

[Kamleshbhai M. Patel]

Director

DIN : 00100069

[Mukeshbhai J. Patel]

Director

DIN : 00406744

# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Statement of Profit and Loss for the year ended 31 March, 2024

Particulars	(₹ in Lakhs)	
	Year ended 31 March, 2024 Audited	Year ended 31 March, 2023 Audited
<b>1 INCOME</b>		
Revenue from Operations	20 3,122.55	1,964.92
Other Income	21 19.39	2.27
<b>Total Income</b>	<b>3,141.94</b>	<b>1,967.19</b>
<b>2 EXPENSES</b>		
Cost of Materials Consumed	22 914.99	470.42
Purchase of Stock-in-Trade	23 790.23	634.59
Change in inventories of Finished Goods, Stock-in-Trade, and Work-in-Progress	24 (44.19)	57.75
Employee Benefit Expenses	25 432.66	278.09
Finance Costs	26 2.99	6.50
Depreciation Expenses	27 8.44	17.17
Power & Fuel Expenses	28 6.19	0.74
Other Expenses	29 482.07	267.45
<b>Total Expenses</b>	<b>2,593.38</b>	<b>1,732.71</b>
<b>3 Profit before tax ( 1 -2 )</b>	<b>548.56</b>	<b>234.48</b>
<b>4 Tax expense :</b>		
(1) Current tax	139.48	59.20
(2) Earlier Year Tax	(0.73)	0.85
(3) Deferred tax	3.78	1.11
<b>Total Tax Expense</b>	<b>142.53</b>	<b>61.16</b>
<b>5 Profit for the Year (3-4)</b>	<b>406.03</b>	<b>173.32</b>
<b>6 Other Comprehensive Income</b>		
<b>Items that will not be reclassified to Statement of Profit and Loss</b>		
(i) Remeasurement benefit of defined benefit plans	0.47	0.36
(ii) Income tax on remeasurement benefit of defined plans	(0.12)	(0.09)
<b>Total Other Comprehensive Income (i+ii)</b>	<b>0.35</b>	<b>0.27</b>
<b>7 Total Comprehensive Income for the Period ( 5 + 6 )</b>	<b>406.38</b>	<b>173.59</b>
Earnings per equity share ( Face value of Rs 10 each )		
(i) Basic (In Rs)	812.06	346.63
(ii) Diluted (In Rs)	812.06	346.63

Significant Accounting Policies

See accompanying notes to the Financial Statements

As per our Report of even date

For, R R S & Associates

Chartered Accountants

ICAI Firm Reg. No.-118336W

[ Rajesh Shah ]

Partner

Membership No. 034549

Place : Ahmedabad

Date : 20-05-2024



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For and on behalf of  
POWERGRACE INDUSTRIES LIMITED

[Kamleshbhai M. Patel]

Director

DIN : 00100069

[Mukeshbhai J. Patel]

Director

DIN : 00406744

# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Statement of Cash Flow for the Year Ended 31 March, 2024

(₹ in Lakhs)

Particulars	Year ended	Year ended
	31 March, 2024	31 March, 2023
	Audited	Audited
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit Before Tax	548.56	234.48
<i>Adjustment for :</i>		
Depreciation	8.44	17.17
Finance Costs	2.99	6.50
Interest Income	(17.14)	(1.37)
Loss / (Profit) on Discarded Property, Plant & Equipment (net)	(0.14)	(0.90)
Loss / (Profit) on Sale of Lease Asset	-	(2.91)
<b>Operating Profit/(Loss) Before Change in Working Capital</b>	<b>542.71</b>	<b>252.97</b>
<i>Changes in working Capital</i>		
<i>Adjustment for :</i>		
(Increase) / Decrease in Trade Receivables	(162.88)	64.58
(Increase) / Decrease in Financial Assets	(340.88)	0.22
(Increase) / Decrease in Inventories	(228.79)	3.37
(Increase) / Decrease in Other Assets	(0.49)	(1.34)
Increase / (Decrease) in Trade Payable	(14.39)	(78.78)
Increase / (Decrease) in Other Financial Liabilities	14.96	3.68
Increase / (Decrease) in Other Liabilities	26.04	17.75
Increase / (Decrease) in Provisions	62.01	1.39
<b>Cash generated from operations Before Income Tax Paid</b>	<b>(101.71)</b>	<b>263.84</b>
Direct tax paid	(95.39)	(58.41)
<b>Net cash Inflow/(Outflow) from operating activities</b> [ A ]	<b>(197.10)</b>	<b>205.43</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Payment for purchase of Property, Plant & Equipment	(26.51)	(68.09)
Proceeds from sales of Property, Plant & Equipment	6.78	1.52
Increase/(Decrease) In Loans Given	-	0.05
Interest Income	17.14	1.37
<b>Net Cash Outflow from Investing Activities</b> [ B ]	<b>(2.59)</b>	<b>(65.15)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Increase/(Decrease) in Non-Current Borrowings (Net)	-	(1.51)
Increase/(Decrease) in Current Borrowings (Net)	(1.51)	(0.90)
Finance Costs Paid	(3.00)	(4.41)
Payment of lease liability	-	(14.28)
<b>Net Cash Outflow from Financing Activities</b> [ C ]	<b>(4.51)</b>	<b>(21.10)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b> [A+B+C]	<b>(204.20)</b>	<b>119.18</b>
Cash and cash equivalents at the beginning of the year	366.39	247.21
Cash and cash equivalents at the end of the year	162.19	366.39
<b>Net Increase(Decrease) in Cash and Cash Equivalents During the year</b>	<b>(204.20)</b>	<b>119.18</b>
<b>Cash and Cash Equivalents Comprises of :</b>		
Cash On Hand	0.50	1.08
Balance with Bank	161.69	365.31
<b>TOTAL</b>	<b>162.19</b>	<b>366.39</b>

Note : The above Statements of Cash Flows has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash Flows as notified under Companies (Accounts) Rules, 2015

Significant Accounting Policies

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See accompanying notes to the Financial Statements

2-49

As per our Report of even date

For, R R S & Associates

Chartered Accountants

ICAI Firm Reg. No. 118336W

[ Rajesh Shah ]

Partner

Membership No. 034549

Place : Ahmedabad

Date : 20-05-2024

For and on behalf of

POWERGRACE INDUSTRIES LIMITED

[Kamleshbhai M. Patel]

Director

DIN : 00100069

[Mukeshbhai J. Patel]

Director

DIN : 00406744

# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Statement of Changes in Equity for the Year ended 31st March, 2024

Particulars	(₹ in Lakhs)	
	As at 31 March, 2024	As at 31 March, 2023
Balance at the beginning of the reporting year	5.00	5.00
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	-	-
Changes in Equity Share capital during the year	-	-
Balance at the end of the reporting year	5.00	5.00

Particulars	(₹ in Lakhs)	
	Reserves & Surplus	Total
	Retained Earning	
Balance as at April 1, 2022	[A] 572.63	572.63
Addition during the year :		
Profit of the year	173.32	173.32
Other Comprehensive income for the year	0.27	0.27
Total Comprehensive Income for the year	[B] 173.59	173.59
Balance as at March 31, 2023	[C = A + B] 746.22	746.22
Profit for the year	406.03	406.03
Other Comprehensive income for the year	0.35	0.35
Total Comprehensive Income for the year	[D] 406.38	406.38
Balance as at March 31, 2024	[E = C + D] 1,152.60	1,152.60

Significant Accounting Policies

See accompanying notes to the Financial Statements

As per our Report of even date

For, R R S & Associates

Chartered Accountants

ICAI Firm Reg. No.-118336W

[ Rajesh Shah ]

Partner

Membership No. 034549

Place : Ahmedabad

Date : 20-05-2024



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2-49

For and on behalf of  
POWERGRACE INDUSTRIES LIMITED

[Kamleshbhai M. Patel]

Director

DIN : 00100069

[Mukeshbhai J. Patel]

Director

DIN : 00406744



# POWERGRACE INDUSTRIES LIMITED



CIN : U85100GJ2013PLC075582

Notes to the Financial Statements for the year ended 31 March, 2024

(₹ in Lakhs)

## 2 Property, plant and equipment

Particulars	Vehicles	Office Equipment	Computers	Plant & Machinery	Furniture & Fixture	Total Tangible Assets	CWIP
<b>Gross carrying amount Cost / Deemed cost</b>							
As at 01, April 2022	11.41	2.75	5.65	14.26	0.64	34.71	-
Additions	15.82	-	1.52	27.45	-	44.79	23.30
Deductions	-	-	(2.98)	-	-	(2.98)	-
<b>As at 31, March 2023</b>	<b>27.23</b>	<b>2.75</b>	<b>4.19</b>	<b>41.71</b>	<b>0.64</b>	<b>76.52</b>	<b>23.30</b>
Additions	-	2.78	2.53	44.50	-	49.82	-
Deductions	(11.07)	-	(2.71)	-	-	(13.78)	(23.30)
<b>As at 31, March 2024</b>	<b>16.16</b>	<b>5.53</b>	<b>4.01</b>	<b>86.21</b>	<b>0.64</b>	<b>112.56</b>	<b>-</b>
<b>Depreciation   Amortisation</b>							
As at 01, April 2022	3.65	1.41	4.03	1.80	0.13	11.02	-
Depreciation for the year	2.14	0.48	0.71	1.32	0.06	4.71	-
Deductions	-	-	(2.34)	-	-	(2.34)	-
<b>As at 31, March 2023</b>	<b>5.79</b>	<b>1.89</b>	<b>2.40</b>	<b>3.12</b>	<b>0.19</b>	<b>13.39</b>	<b>-</b>
Depreciation for the year	2.12	0.79	1.02	4.45	0.06	8.44	-
Deductions	(5.20)	-	(1.94)	-	-	(7.14)	-
<b>As at 31, March 2024</b>	<b>2.71</b>	<b>2.68</b>	<b>1.48</b>	<b>7.57</b>	<b>0.25</b>	<b>14.69</b>	<b>-</b>
<b>Net carrying amount</b>							
As at 31, March 2024	13.45	2.85	2.53	78.64	0.39	97.86	-
As at 31, March 2023	21.43	0.86	1.79	38.59	0.46	63.13	23.30

## CWIP Ageing Schedule

As at 31, March 2024

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

As at 31, March 2023

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Project in progress	23.30	-	-	-	23.30
Projects temporarily suspended	-	-	-	-	-



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended March 31, 2024

### **CORPORATE INFORMATION :-**

Powergrace Industries Limited (the Company) is a public incorporated in India under the provisions of Companies Act, 1956. It is classified as Non-government Company and it is register at Registrar of Company. The registered office of the company is located at 305 - Dev Arc, S G Highway, Opp. Iscon Temple, Ahmedabad - 380 015, Gujarat India. The Company is engaged in manufacturing and trading of Construction chemical.

The financial statements of the company for the year ended on March 31, 2024 were authorized for issue in accordance with a resolution of the Directors on May 20, 2024.

### **[ 1 ] Statement on Material accounting Policies, Key Accounting Estimates and Judgements :**

#### **1.1 Basic of Preparation :-**

These Financial Statements of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') as notified under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

These financial statements have been prepared and presented under the historical cost convention, on the accrual and going concern basis of accounting except for the certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below

The accounting policies have been applied consistently over all the periods presented in these financial statements

#### **1.2 Functional and Presentation Currency :-**

These Financial statements are presented in Indian Rupees (₹), which is also the Company's functional currency and all amounts have been rounded-off to the nearest lakhs, unless otherwise indicated.

#### **1.3 Key accounting estimates and judgments :-**

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods

#### **1.4 Critical accounting estimates and assumption :-**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below:

i. Property, Plant and Equipment :

Property, Plant and Equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended March 31, 2024

values of Company's assets are determined at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technical or commercial obsolescence arising from changes or improvements in production or from a change in market demand of the product or service output of the asset.

ii. Income taxes :

The Company's tax jurisdiction is India. Significant judgments are involved in estimating budgeted profits for paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions

iii. Defined Benefit Obligation :

The costs of providing pensions and other post-employment benefits are charged to the Statement of Profit and Loss in accordance with Ind AS 19 'Employee benefits' over the period during which benefit is derived from the employees' services. The costs are assessed on the basis of assumptions selected by the management. These assumptions include salary escalation rate, discount rates, expected rate of return on assets and mortality rates

iv. Fair value measurement of Financial Instruments :

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cash flow model, which involve various judgments and assumptions.

### 1.5 Current / Non-Current Classifications :-

All assets and liabilities have been classified as current if it satisfies any of the following conditions:

- i. the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- ii. the asset is intended for sale or consumption;
- iii. the asset/liability is expected to be realized/settled within twelve months after the reporting period;
- iv. the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- v. In the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended March 31, 2024

### 1.6 Summary of Material accounting Policies :-

#### a) Property, Plant and Equipment :-

##### i. Measurement at recognition:

An item of property, plant and equipment that qualifies as an asset is measured on initial recognition at cost. Following initial recognition, items of property, plant and equipment are carried at its cost less accumulated depreciation and accumulated impairment losses.

The cost of an item of property, plant and equipment comprises of its purchase price, including import duties, borrowing cost, changes on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets, other non-refundable purchase taxes or levies and any cost directly attributable to bringing the assets to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

##### ii. Depreciation:

Depreciation on each part of an item of property, plant and equipment is provided using the Straight-Line Method (SLM) Method based on the useful life of the asset as prescribed in Schedule II to the Companies Act, 2013 except following items of Property, Plant and Equipment where company has estimated different useful life:

Asset	Useful Life
Plant & Machinery	15 Years

##### iii. Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the Derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognized in the Statement of Profit and Loss when the item is derecognized.

#### b) Inventories :-

Raw materials, finish goods, packing materials, stores, spares, consumables and stock-in-trade are carried at the lower of cost and net realizable value. However, materials and other items held for use in production of inventories are not written down cost if the finished goods in which they will be incorporated are expected to be sold at or above cost. The comparison of cost and net realizable value is made on an item-by item basis.

In determining the cost of raw materials, packing materials, stock-in-trade, stores, spares, components and consumables, first in first out (FIFO) method is used. Cost of inventory comprises all costs of purchase, duties, taxes (Other than those subsequently recoverable from tax authorities) and all other costs incurred in bringing the inventory to their present location and condition.



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended March 31, 2024

Cost of finish goods and work-in-process includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads as applicable and other costs incurred in bringing the inventories to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities.

### c) Revenue Recognition :-

#### a. Sale of products

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and no significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.

#### b. Insurance Claims

Insurance claims are accounted for on the basis of claims admitted/expected to be admitted and to the extent that there is no uncertainty in receiving the claims

### d) Income Tax :-

The expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

#### • **Current Tax**

Current tax is the amount of income taxes payable in respect of taxable profit for a period. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible under the Income tax Act, 1961. Current tax is measured using tax rates that have been enacted by the end of reporting period for the amounts expected to be recovered from or paid to the taxation authorities.

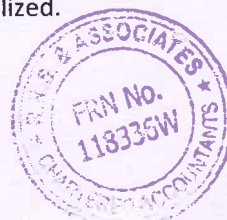
#### • **Deferred Tax**

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit under Income Tax Act, 1961.

Deferred tax liabilities are generally recognized for all taxable temporary differences. However, in case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax liabilities are not recognized. Also, for temporary differences if any that may arise from initial recognition of goodwill, deferred tax liabilities are not recognized.

Deferred tax assets are generally recognized for all deductible temporary differences to the extent it is probable that taxable profits will be available against which those deductible temporary difference can be utilized. In case of temporary differences that arise from initial recognition of assets or liabilities in a transaction (other than business combination) that affect neither the taxable profit nor the accounting profit, deferred tax assets are not recognized.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the benefits of part or all such deferred tax assets to be utilized.



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended March 31, 2024

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. <sup>1</sup>

- **Presentation of current and deferred tax**

Current and deferred tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the current and deferred tax income/ expense are recognized in Other Comprehensive Income.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company

e) **Trade and other payables :-**

These amounts represent liability for good and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 90 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period.

f) **Offsetting of Financial Instruments :-**

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

g) **Defined Contribution Plans :-**

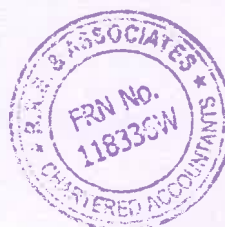
The Company pays provident fund contributions to publicly administered funds as per the local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employees benefit expenses when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payment is available.

h) **Earnings per share :-**

Earnings per share (EPS) is calculated by dividing the profit attributable to owners of the Company by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the company's earnings per share is the net profit for the period after deducting preference dividends, if any, and any attributable distribution tax thereto for the period.

i) **Cash Flow Statement :-**

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



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



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## **Notes to the Financial Statements for the year ended March 31, 2024**

**j) Cash and cash equivalents :-**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand, deposit accounts and term deposits accounts with remaining maturity of three months or less as at balance sheet date, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash on hand, deposit accounts and term deposits as defined above and investment in liquid funds for short term purpose

**k) Events after reporting date :-**

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



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

Notes to the Financial Statements for the year ended 31 March,2024

2 Property, Plant and Equipment		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>PROPERTY, PLANT AND EQUIPMENT ACQUISITION COST</b>			
Office Equipment Acq. Cost	5.53	2.75	
Computers Acq. Cost	4.01	4.18	
Vehicle Acq. Cost	16.16	27.23	
Plant & Machinery Acq. Cost	86.21	41.72	
Furniture & Fixture Acq. Cost	0.64	0.64	
<b>Less :</b>			
<b>PROPERTY, PLANT AND EQUIPMENT ACCUMULATED DEPRECIATION</b>			
Office Equipment Acc Dep.	(2.68)	(1.89)	
Computers Acc Dep.	(1.48)	(2.40)	
Vehicle Acc Dep.	(2.71)	(5.79)	
Plant & Machinery Acq. Dep	(7.57)	(3.12)	
Furniture & Fixture Acc Dep.	(0.25)	(0.19)	
<b>Total</b>	<b>97.86</b>	<b>63.13</b>	
3 Capital Work in Progress		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Plant & Machinery & Elec. -WIP	-	23.30	
<b>Total</b>	<b>-</b>	<b>23.30</b>	
4 Loans		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Non-current</b>			
<b>Unsecured, Considered good</b>			
Loan and Advances to Employees	0.15	-	
<b>Total</b>	<b>0.15</b>	<b>-</b>	
<b>Current</b>			
<b>Unsecured, Considered good</b>			
Loan and Advances to Employees	-	0.15	
<b>Total</b>	<b>-</b>	<b>0.15</b>	
5 Others Financial Assets		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Non-current</b>			
<b>Deposits with original maturity more than 12 months</b>			
Security and other deposits	75.41	0.41	
<b>Total</b>	<b>75.41</b>	<b>0.41</b>	
<b>Current</b>			
<b>Security and other deposits</b>			
	17.65	1.77	
<b>Total</b>	<b>17.65</b>	<b>1.77</b>	





# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March,2024

6 Deferred Tax Assets/Liabilities		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Deferred Tax Liability	0.08	-	
Deferred Tax Assets	-	3.81	
<b>Total</b>	<b>0.08</b>	<b>3.81</b>	

( i ) Movements in Deferred Tax						(₹ in Lakhs)
Particulars	As at 01 April 22	Charged/ Reclass. 2022-23	As at 31 March 23	Charged/ Reclass. 2023-24	As at 31 Mar 24	
<b>Deferred Tax Liability</b>						
Plant Property & Equipments	(0.68)	(1.00)	(1.68)	(1.45)	(3.13)	
Right of Use Assets	(9.40)	9.40	-	-	-	
<b>Sub Total (a)</b>	<b>(10.08)</b>	<b>8.40</b>	<b>(1.68)</b>	<b>(1.45)</b>	<b>(3.13)</b>	
<b>Deferred Tax Assets</b>						
Provision for Emp. Benefit	(5.03)	0.50	(4.52)	(1.15)	(5.67)	
Lease Liabilities	(10.07)	10.07	-	-	-	
Others	-	(0.97)	(0.97)	3.60	2.62	
<b>Sub Total (b)</b>	<b>(15.10)</b>	<b>9.59</b>	<b>(5.49)</b>	<b>2.45</b>	<b>(3.05)</b>	
<b>Deferred Tax (Net) (a-b)</b>	<b>5.02</b>	<b>(1.20)</b>	<b>3.81</b>	<b>(3.89)</b>	<b>(0.08)</b>	

( ii ) Reconciliation of tax expenses and the accounting profit multiplied by India's tax rate			(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023		
Profit before income tax expenses	548.56	234.48		
<b>Tax Expenses at statutory tax rate of 25.17%</b>	<b>138.07</b>	<b>59.02</b>		
Expense not allowed as Deduction	7.07	7.72		
Expense allowed as Deduction	(5.65)	(7.54)		
Adjustment of tax expense relating to earlier periods	(0.73)	0.85		
Deferred Tax	3.78	1.11		
<b>Total Tax Expense</b>	<b>142.54</b>	<b>61.16</b>		
<b>Effective Tax Rate</b>	<b>25.98%</b>	<b>26.08%</b>		

7 Other Assets		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Current</b>			
Prepaid Expenses	2.67	2.18	
<b>Total</b>	<b>2.67</b>	<b>2.18</b>	

8 Current Tax Assets (Net)		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Current Tax Assets (Net)	77.08	40.16	
<b>Total</b>	<b>77.08</b>	<b>40.16</b>	



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March, 2024

### 9 Inventories (At lower of cost and net realisable value)

(₹ in Lakhs)

Particulars	As at	As at
	31 March, 2024	31 March, 2023
Raw Material	240.87	83.50
Finished Goods	102.44	47.11
Stock in Trade	2.60	13.75
Packing Materials	78.61	49.09
Branding Material	2.67	4.95
<b>Total</b>	<b>427.19</b>	<b>198.40</b>

### 10 Trade Receivables

(₹ in Lakhs)

Particulars	As at	As at
	31 March, 2024	31 March, 2023
Receivables from Others	616.98	435.74
Receivables from Related Parties ( Ref No. 39)	-	18.36
<b>Total</b>	<b>616.98</b>	<b>454.10</b>

#### Breakup :

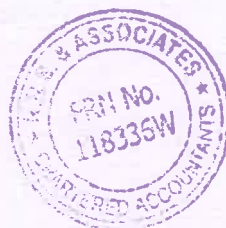
Trade Receivables considered good - Unsecured	616.98	454.10
Trade Receivables - Credit impaired	3.89	6.07
Less: Allowance for Expected Credit Loss	(3.89)	(6.07)
<b>Total</b>	<b>616.98</b>	<b>454.10</b>

### a) Trade Receivables Ageing Schedule :

As at Mar 31, 2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Amt not Due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables – considered good	279.70	231.45	64.85	5.95	6.72	28.31	616.98
Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	3.89	3.89
Disputed Trade Receivables considered good	-	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-



**Notes to the Financial Statements for the year ended 31 March,2024**

**b) As at March 31, 2023**

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment						Total
	Amt not Due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables – considered good	317.79	65.65	3.16	7.31	3.19	53.00	450.10
Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	6.07	6.07
Disputed Trade Receivables considered good	-	-	-	-	-	4.00	4.00
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-

**11 Cash and Other Bank balances**

(₹ in Lakhs)

Particulars	As at 31 March,2024	As at 31 March,2023
<b>Cash and cash equivalents</b>		
Cash on hand	0.50	1.08
Balance with Bank	161.69	365.31
- In Current Accounts	161.69	315.31
- In Term Deposit Accounts with Original Maturity of less than 3 months	-	50.00
<b>Total</b>	<b>162.19</b>	<b>366.39</b>
<b>Other bank balances with bank</b>		
- In Term Deposit Accounts with Original Maturity of more than 3 months but less than 12 months	253.14	3.14
<b>Total</b>	<b>253.14</b>	<b>3.14</b>



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582

POWERGRACE™

## Notes to the Financial Statements for the year ended 31 March,2024

Particulars	(₹ in Lakhs)	
	As at 31 March,2024	As at 31 March,2023
<b>12 Equity Share Capital</b>		
<b>Authorised</b>		
50,000 Equity Shares of 10/- Each (P.Y 50,000 ) Equity Shares of Rs. 10/- each	5.00	5.00
<b>Issued,Subscribed and Paid up.:</b>		
50,000 Equity Shares of 10/- Each fully paid up (P.Y 50,000 ) Equity Shares of Rs. 10/- each	5.00	5.00
<b>Total</b>	<b>5.00</b>	<b>5.00</b>

12.1 Reconciliation of shares outstanding at the end of the year :		(₹ in Lakhs)		
Particulars	As at 31 March.2024		As at 31 March.2023	
	No. of Shares	Rs.	No. of Shares	Rs.
Equity Shares of the beginning of the year	50 000	5.00	50 000	5.00
<b>Add :</b> Equity Shares issued during the year	-	-	-	-
<b>Less :</b> Shares bought back during the year	-	-	-	-
Equity Shares of the end of the year	50 000	5.00	50 000	5.00

### 12.2 Terms/Rights attached to Equity shares

The Company has one class of shares referred to as Equity shares having face value of Rs. 10/-  
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 and Preference shares. The distribution will be in proportion to the number of Equity shares held by the Shareholders. Each holder of Equity shares is entitled to one vote per share.

### 12.3 The details of shareholders holding more than 5% shares :

Particulars	As at 31 March.2024		As at 31 March.2023	
	No. of Shares	%	No. of Shares	%
AGL Industries Limited (Including its nominees)	50 000	100.00%	50 000	100.00%

### 12.4 Shares held by promoters :

#### (i) At the end of the year As At March 31, 2023

Sr. No	Promoter name	Category	No. of Shares	% of total shares	% Change during the year
1	AGL Industries Limited (Including its nominees)	Promoter	50000	100.00%	0.00%
			50000	100.00%	0.00%

#### (ii) At the end of the year As At March 31, 2024

Sr. No	Promoter name	Category	No. of Shares	% of total shares	% Change during the year
1	AGL Industries Limited (Including its nominees)	Promoter	50000	100.00%	0.00%
			50000	100.00%	0.00%



## Notes to the Financial Statements for the year ended 31 March,2024

13 Other Equity	(₹ in Lakhs)	
	As at 31 March,2024	As at 31 March,2023
Particulars		
General Reserve	-	-
Retained earnings	1,152.60	746.22
<b>Total</b>	<b>1,152.60</b>	<b>746.22</b>

Particulars	(₹ in Lakhs)	
	As at 31 March,2024	As at 31 March,2023
<b>Retained earnings</b>		
Balance at the beginning of Year	746.22	572.63
Profit/(Loss) during the period	406.03	173.32
Other comprehensive income for the year, net of income tax	0.35	0.27
<b>Balance at the end of the year</b>	<b>1,152.60</b>	<b>746.22</b>



**Notes to the Financial Statements for the year ended 31 March,2024**

		(₹ in Lakhs)	
Particulars		As at	As at
		31 March,2024	31 March,2023
<b>14 Borrowings</b>			
Secured			
Vehicle loans from bank		-	1.51
	<b>Total (a)</b>	-	<b>1.51</b>
Current Maturities of Borrowings			
		-	1.51
	<b>Total (b)</b>	-	<b>1.51</b>
Non Current Maturities of Borrowings			
	<b>Total (a-b)</b>	-	-

**Note :**

Starting Vehicle Loan of Rs 10.65 Lakhs is secured by hypothecation of vehicles in favour of Bank. This Vehicle loan consist of 60 equated monthly installments from the date of disbursement.

		(₹ in Lakhs)	
Particulars		As at	As at
		31 March,2024	31 March,2023
<b>15 Trade Payables</b>			
- Total outstanding dues of micro, small and medium enterprises		65.81	48.12
- Total outstanding dues of other than micro, small and medium enterprises		92.96	125.04
	<b>Total</b>	<b>158.77</b>	<b>173.16</b>

**Trade Payables Ageing Schedule :**

							(₹ in Lakhs)
<b>a) As at March 31, 2024</b>		Outstanding for following periods from due date of payment					Total
Particulars	Amt not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years		
MSME	65.81	-	-	-	-	65.81	
Others	77.22	14.60	0.47	0.02	0.65	92.96	
Disputed dues – MSME	-	-	-	-	-	-	
Disputed dues - Others	-	-	-	-	-	-	

							(₹ in Lakhs)
<b>b) As at March 31, 2023</b>		Outstanding for following periods from due date of payment					Total
Particulars	Amt not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years		
MSME	-	48.12	-	-	-	48.12	
Others	94.17	18.82	11.40	0.12	0.53	125.04	
Disputed dues – MSME	-	-	-	-	-	-	
Disputed dues - Others	-	-	-	-	-	-	

		(₹ in Lakhs)	
Particulars		As at	As at
		31 March,2024	31 March,2023
<b>16 Other Financial Liabilities</b>			
<b>Non-current</b>			
Trade Security Deposit		43.28	38.33
Advance Ag.Employee Scheme		4.11	8.87
	<b>Total (a)</b>	<b>47.39</b>	<b>47.20</b>
<b>Current</b>			
Payable to Employees		43.18	28.40
	<b>Total (b)</b>	<b>43.18</b>	<b>28.40</b>
	<b>Total (a+b)</b>	<b>90.57</b>	<b>75.60</b>



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March,2024

17 Other Current Liabilities		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Current</b>			
Statutory Liabilities	48.32	22.28	
<b>Total</b>	<b>48.32</b>	<b>22.28</b>	
18 Provisions		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Current</b>			
Provision for Others	122.13	62.81	
Provision for Gratuity	1.73	1.64	
<b>Total (a)</b>	<b>123.86</b>	<b>64.45</b>	
<b>Non Current</b>			
Provision for Gratuity	11.65	9.52	
<b>Total (b)</b>	<b>11.65</b>	<b>9.52</b>	
<b>Total (a+b)</b>	<b>135.51</b>	<b>73.97</b>	
19 Current Tax Liabilities		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Current Tax Liabilities (Net)	139.48	59.20	
<b>Total</b>	<b>139.48</b>	<b>59.20</b>	
20 Revenue from Operations		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Sales of products</b>			
Revenue from sale of products (Net)	3,122.55	1,964.92	
<b>Total</b>	<b>3,122.55</b>	<b>1,964.92</b>	
21 Other Income		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Other income</b>			
<b>Other Non Operating Income</b>			
Interest Income	17.14	1.37	
Gain on Sale of Property, plant and equipment	0.14	0.90	
Other Misc.Income	2.11	-	
<b>Total</b>	<b>19.39</b>	<b>2.27</b>	
22 Cost of Material Consumed		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Raw Material, Chemicals & Others	714.67	357.56	
Packing Materials	200.32	112.86	
<b>Total</b>	<b>914.99</b>	<b>470.42</b>	
23 Purchases of Stock-in-Trade		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Purchases of Stock-in-Trade</b>			
Indigenous	790.23	634.59	
<b>Total</b>	<b>790.23</b>	<b>634.59</b>	



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March,2024

24 Changes in inventories of finished goods, work-in-progress and stock-in-trade		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Opening Stock</b>			
Trading Goods	13.75	88.89	
Finished Goods	47.10	29.72	
<b>Total (a)</b>	<b>60.85</b>	<b>118.61</b>	
<b>Closing Stock</b>			
Trading Goods	(2.60)	(13.75)	
Finished Goods	(102.44)	(47.11)	
<b>Total (b)</b>	<b>(105.04)</b>	<b>(60.86)</b>	
<b>Total of Change In Inventories of Finished Goods, Work-In-Progress and Stock-In-Trade (a-b)</b>	<b>(44.19)</b>	<b>57.75</b>	
<b>Total</b>	<b>(44.19)</b>	<b>57.75</b>	
25 Employee Benefit Expense		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Salaries and Wages	409.62	263.48	
Contribution to Provident fund	21.34	13.16	
Staff Welfare Expense	1.70	1.44	
<b>Total</b>	<b>432.66</b>	<b>278.08</b>	
26 Finance Costs		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Interest on Borrowings	2.93	6.44	
Other Borrowing Costs (includes bank charges, etc.)	0.06	0.06	
<b>Total</b>	<b>2.99</b>	<b>6.50</b>	
27 Depreciation and Amortization Expenses		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
<b>Depreciation and Amortization Expenses</b>			
Depreciation	8.44	4.72	
Depreciation on Right of Use Assets	-	12.45	
<b>Total</b>	<b>8.44</b>	<b>17.17</b>	
28 Power & Fuel Expenses		(₹ in Lakhs)	
Particulars	As at 31 March,2024	As at 31 March,2023	
Power Purchase	6.19	0.74	
<b>Total</b>	<b>6.19</b>	<b>0.74</b>	





## Notes to the Financial Statements for the year ended 31 March,2024

## 29 Other Expenses

(₹ in Lakhs)

Particulars	As at	As at
	31 March,2024	31 March,2023
Other Manufacturing Expense	67.46	28.41
Rent, Rates & Taxes	51.52	19.12
Repairs & Maintenance		
- To Plant & Machineries	15.07	0.89
- To Buildings	4.67	10.39
- To Others	9.24	10.87
Communication Expenses	8.29	4.38
Printing & Stationery	1.07	0.65
Legal & Professional Fees	8.54	9.57
Auditors' Remuneration (Refer Note 30)	1.50	1.50
Travelling & Conveyance	115.29	75.06
Advertisement Expense	61.75	40.11
Other Selling & Distribution Expense	86.16	33.69
Sundry Balances Written off	34.28	20.20
Allowance for Expected Credit Loss	3.89	3.51
Miscellaneous & General Expense	13.34	9.10
<b>Total</b>	<b>482.07</b>	<b>267.45</b>

# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March,2024

### 30 Payment to Auditors (Excluding Taxes)

(₹ in Lakhs)

Particulars	Year ended	Year ended
	31 March,2024	31 March,2023
Statutory Audit Fees	1.50	1.50
<b>Total</b>	<b>1.50</b>	<b>1.50</b>

### 31 Fair Value Measurements

#### A. Accounting classification and fair values

(₹ in Lakhs)

##### As at March 31, 2024

Particulars	Carrying Value				Fair Value			
	At Cost	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Trade receivables	-	-	616.98	616.98	-	-	-	-
Cash and cash equivalents	-	-	162.19	162.19	-	-	-	-
Other bank balance	-	-	253.14	253.14	-	-	-	-
Loan	-	-	0.15	0.15	-	-	-	-
Other financial assets	-	-	93.06	93.06	-	-	-	-
<b>Total Financial assets</b>	-	-	<b>1,125.52</b>	<b>1,125.52</b>	-	-	-	-
Borrowings	-	-	-	-	-	-	-	-
Trade payable	-	-	158.77	158.77	-	-	-	-
Other financial liabilities	-	-	90.57	90.57	-	-	-	-
<b>Total Financial liabilities</b>	-	-	<b>249.34</b>	<b>249.34</b>	-	-	-	-

##### As at March 31, 2023

(₹ in Lakhs)

Particulars	Carrying Value				Fair Value			
	At Cost	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Trade receivables	-	-	454.10	454.10	-	-	-	-
Cash and cash equivalents	-	-	366.39	366.39	-	-	-	-
Other bank balance	-	-	3.14	3.14	-	-	-	-
Loan	-	-	0.15	0.15	-	-	-	-
Other financial assets	-	-	2.18	2.18	-	-	-	-
<b>Total Financial assets</b>	-	-	<b>825.96</b>	<b>825.96</b>	-	-	-	-
Borrowings	-	-	1.51	1.51	-	-	-	-
Trade payable	-	-	173.16	173.16	-	-	-	-
Other financial liabilities	-	-	75.60	75.60	-	-	-	-
<b>Total Financial liabilities</b>	-	-	<b>250.27</b>	<b>250.27</b>	-	-	-	-

#### B. Measurement of fair values

##### i) Valuation techniques and significant unobservable inputs

- The carrying amounts of financial assets and liabilities other than those valued at Level 1 and Level 2 are considered to be the same as their fair values due to the current and short term nature of such balances and no material differences in the values.

##### ii) Levels 1, 2 and 3

- Level 1 : It includes Investment in equity shares and mutual fund that has a quoted price and which are actively traded on the stock exchanges. It is been valued using the closing price as at the reporting period on the stock exchanges.
- Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.
- Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.



## Notes to the Financial Statements for the year ended 31 March,2024

### 32 Earnings per share [ Ind AS-33 ]

Particulars	Unit	Year ended 31 March,2024	Year ended 31 March,2023
<b>Basic &amp; Diluted Earning Per Share (EPS)</b>			
a) Profit attributable to equity shareholders of the Company	(Rs.In Lakhs)	406.03	173.32
b) Weighted average number of equity shares	( in Nos.)	50,000.00	50,000.00
c) Earning per Share (Basic and Diluted)	( Rs )	812.06	346.63
d) Face value per Share	( Rs )	10.00	10.00

### 33 Financial Risk Management

The Company's financial liabilities comprise mainly of borrowings, trade and other payables. The Company's financial assets comprise mainly of cash and cash equivalents, other balances with banks, loans, trade receivables and other receivables.

The following disclosures summarize the Company's exposure to financial risks. Quantitative sensitivity analysis have been provided to reflect the impact of reasonably possible changes in market rates on the financial results, cash flows and financial position of the Company.

#### (a) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk for the Company comprises two types of risks: interest rate risk and currency risk. Financial instruments affected by market risk includes borrowings, investments, trade payables, trade receivables and loans.

Within the various methodologies to analyze and manage risk, Company has implemented a system based on "sensitivity analysis" on symmetric basis. This tool enables the risk managers to identify the risk position of the entities. Sensitivity analysis provides an approximate quantification of the exposure in the event that certain specified parameters were to be met under a specific set of assumptions. The risk estimates provided here assume:

- a parallel shift of 100-basis points of the interest rate yield curves in major currencies.
- a simultaneous, parallel foreign exchange rates shift in which the INR appreciates / depreciates against all currencies by 5%

The potential economic impact, due to these assumptions, is based on the occurrence of adverse / inverse market conditions and reflects estimated changes resulting from the sensitivity analysis. Actual results that are included in the Statement of profit and loss may differ materially from these estimates due to actual developments in the global financial markets.

The analyses exclude the impact of movements in market variables on the carrying values of gratuity, pension and other post-retirement obligations and provisions.

**The following assumption has been made in calculating the sensitivity analysis:**

The sensitivity of the relevant statement of profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31,2024 and March 31, 2023.

#### (1) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company seeks to mitigate such risk by maintaining an adequate proportion of floating and fixed interest rate borrowings.

continue....



**Notes to the Financial Statements for the year ended 31 March,2024**

.....continue

**Exposure to interest rate risk**

The interest rate profile of the Company's interest - bearing financial instrument as reported to management is as follows:

Particulars	(₹ in Lakhs)	
	As at 31 March,2024	As at 31 March,2023
<b>Fixed-rate instruments</b>		
Financial Assets	328.55	53.55
<b>Fixed-rate instruments</b>		
Financial Liabilities	-	1.51

**Interest rate sensitivity**

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of change in interest rates. The following table demonstrates the sensitivity of floating rate financial instruments to a reasonably possible change in interest rates. The risk estimates provided assume a parallel shift of 100 basis points interest rate across all yield curves. This calculation also assumes that the change occurs at the balance sheet date and has been calculated based on risk exposures outstanding as at that date. The period end balances are not necessarily representative of the average debt outstanding during the period.

Particulars	(₹ in Lakhs)	
	Impact on Profit / (Loss) after tax	
<b>31 March,2024</b>		
Increase in 100 basis points		-
Decrease in 100 basis points		-
<b>31 March,2023</b>		
Increase in 100 basis points		0.01
Decrease in 100 basis points		(0.01)

**(ii) Foreign currency risk**

Company is not exposed to foreign currency market, hence a parallel shift in the foreign exchange rate will not impact the profits of the company directly

**(b) Credit risk**

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk primarily trade receivables and other financial assets including deposits with banks. The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counter parties.

**Other financial assets**

This comprises mainly of deposits with banks and other intercompany receivables. Credit risk arising from these financial assets is limited and there is no collateral held against these are banks and recognised financial institutions.

Banks and recognised financial institutions have high credit ratings assigned by the international credit rating agencies.

**Trade receivables**

Customer credit risk is managed by each business unit subject to the Company's established policy and procedures. Trade receivables are non-interest bearing and generally have a credit period not exceeding 90 days. Credit limits are established for all customers based on internal rating criteria. Outstanding customer receivables are regularly monitored and any shipments to major customers are generally covered by letters of credit. The Company has no concentration of credit risk as the customer base is widely distributed both economically and geographically.

continue....



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



Notes to the Financial Statements for the year ended 31 March, 2024

.....continue

## Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Group's treasury department in accordance with the Group's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty.

### (c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including bilateral loans, debt and overdraft from both banks and financial institutions at an optimised cost.

The table below analysis non-derivative financial liabilities of the Company into relevant maturity groupings based on the remaining period from the reporting date to the contractual maturity date:

Particulars	Carrying amount	Repayable on Demand			(₹ in Lakhs)
			Less than 12 months	More than 12 months	Total
<b>Year ended March 31, 2024</b>					
<b>Financial liabilities</b>					
Borrowings	-	-	-	-	-
Trade payables	158.77	-	158.77	-	158.77
Other financial liabilities	90.57	-	43.18	47.39	90.57
<b>Total</b>	<b>249.34</b>	<b>-</b>	<b>201.95</b>	<b>47.39</b>	<b>249.34</b>
<b>Year ended March 31, 2023</b>					
<b>Financial liabilities</b>					
Borrowings	1.51	-	1.51	-	1.51
Trade payables	173.16	-	173.16	-	173.16
Other financial liabilities	75.60	-	28.40	47.20	75.60
<b>Total</b>	<b>250.27</b>	<b>-</b>	<b>203.07</b>	<b>47.20</b>	<b>250.27</b>

### 34 Capital Management

The Company manages its capital to ensure that entities in the Company will be able to continue as going concerns while maximising the return to stakeholders through the optimum utilisation of the equity balance. The capital structure of the Company consists of only equity of the Company. The Company is not subject to any externally imposed capital requirements

Particulars	(₹ in Lakhs)	
	Year ended 31 March, 2024	Year ended 31 March, 2023
Interest-bearing loans and borrowings (Note 14)	-	1.51
Less: cash and cash equivalents (Note 11)	(415.33)	(369.53)
<b>Adjusted net debt</b>	<b>(415.33)</b>	<b>(368.02)</b>
Equity share capital (Note 12)	5.00	5.00
Other equity (Note 13)	1,152.60	746.22
<b>Total equity</b>	<b>1,157.60</b>	<b>751.22</b>
<b>Adjusted net debt to total equity ratio</b>	<b>(0.36)</b>	<b>(0.49)</b>

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2024 and March 31, 2023.



# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582

POWERGRACE™

## Notes to the Financial Statements for the year ended 31 March,2024

### 35 Employee benefits

#### a) Defined contribution plans:

The Company makes contributions towards provident fund for qualifying employees. The provident fund contributions are made to Government administered Employees Provident Fund. Both the employees and the Company make monthly contributions to the Provident Fund Plan equal to a specified percentage of the covered employee's salary.

#### Details of amount recognized as expenses during the year:

Particulars	(₹ in Lakhs)	
	Year ended 31 March,2024	Year ended 31 March,2023
Contribution to Provident Fund	15.45	9.49
<b>Total</b>	<b>15.45</b>	<b>9.49</b>

#### b) Defined benefit plan:

The company has defined benefit gratuity plan for its employees. The employee who has completed five years or more of service is entitled to gratuity on termination of his employment at 15 days last drawn salary for each completed year of service. The scheme is unfunded. The present value of obligation in respect of gratuity is determined based on actuarial valuation using the Project Unit Credit Method as prescribed by Ind AS - 19. Gratuity has been recognised in the financial statement as per details given below:

#### Investment risk:

Since the scheme is unfunded the company is not exposed to investment

#### Interest risk:

Since the scheme is unfunded the company is not exposed to interest

#### Longevity risk:

The Company is not exposed to risk of the employees living longer as the benefit under the scheme ceases on the employee separating from the employer for any reason

#### Salary risk:

The Company is exposed to higher liabilities if the future salaries rise more than assumption of salary escalation

The following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at March 31, 2024 and March 31, 2023

#### (I) Reconciliation in present value of defined benefit obligation:

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Defined benefit obligations as at beginning of the year	11.17	8.67
Current service cost	1.95	2.30
Interest cost	0.78	0.56
Actuarial (Gains)/Losses on Obligation Due to Change in Financial Assumptions	0.04	(0.45)
Actuarial (Gains)/Losses on Obligation Due to Change in Experience	(0.51)	0.09
<b>Defined benefit obligations as at end of the year</b>	<b>13.43</b>	<b>11.17</b>

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# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582

POWERGRACE™

## Notes to the Financial Statements for the year ended 31 March, 2024

.....continue

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>( II ) Reconciliation change in fair value of plan assets:</b>		
Fair Value of Plan Assets at the beginning of the year	-	-
Interest Income	-	-
Contribution by Employer	-	-
Benefits paid from the fund	-	-
Return on Plan Assets, Excluding Interest Income	-	-
<b>Fair Value of Plan Assets at the end of the year</b>	<b>-</b>	<b>-</b>

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>( III ) Amount recognised in balance sheet</b>		
PVO at the end of year	(13.42)	(11.17)
Fair value of planned assets at the end of year	0.05	-
Funded Status	(13.37)	(11.17)
<b>Net Liability recognised in the balance sheet</b>	<b>(13.37)</b>	<b>(11.17)</b>

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>( IV ) Amount recognised in Statement of Profit and Loss:</b>		
Current service cost	1.95	2.30
Interest cost	0.78	0.56
<b>Expense recognised</b>	<b>2.73</b>	<b>2.86</b>

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>( V ) Amount recognised in Other Comprehensive Income:</b>		
Total Actuarial (Gains)/ Losses	(0.47)	(0.36)

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
<b>( VI ) Principal assumptions used in determining defined benefit obligations for the company</b>		
Discount rate (Per Annum)	7.30%	7.30%
Salary escalation rate (Per Annum)	5.00%	5.00%
Employee attrition rate (%)	PS : 0 to 40 : 5%	
Mortality Rate [as % of Indian Assured Lives Mortality (IALM) (2006-08) Ultimate]	IALM (2012-14) Rates	IALM (2006-08) Rates
Normal Retirement Age (In Years)	58	58
Average Future Service (In Years)	5	5

**Note 1:** Discount rate is determined by reference to market yields at the balance sheet date on Government bonds, where the currency and terms of the Government bonds are consistent with the currency and estimated terms for the benefit obligation.

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# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582

POWERGRACE™

## Notes to the Financial Statements for the year ended 31 March,2024

...continue

Note 2: The estimate of future salary increases taken into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Based on the actuarial valuation obtained in this respect, the following table sets out the status of the gratuity plan and the amounts recognised in the Company's financial statements as at balance sheet date:

Total employee benefit liabilities	Note	(₹ in Lakhs)	
		As at March 31, 2024	As at March 31, 2023
<b>Provisions for Gratuity</b>	<b>18</b>		
Non Current		11.65	9.52
Current		1.73	1.64

36 The Company has not received full information from vendors regarding their status under Micro, Small and Medium Enterprises Development Act, 2006 (MEMED Act); disclosure relating to amount unpaid at year end together with interest paid/payable have been given based on the information so far available with the Company/identified by the Company management:

Sr No	Particulars	(₹ in Lakhs)	
		As at March 31, 2024	As at March 31, 2023
1	the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	65.81	48.12
2	the amount of interest paid by the Company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
3	the amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
4	the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	0.03
5	the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

### 37 Contingent liabilities and Commitments [ Ind AS-37 ]

The Company is having Nil Contingent liabilities and commitments as on March 31, 2024, and March 31, 2023

### 38 Segment Information [ Ind AS-108 ]

There are no separate reportable segments as per Ind AS 108 as the entire operations of the company relate to single segment, of Construction chemical.





# POWERGRACE INDUSTRIES LIMITED

CIN : U85100GJ2013PLC075582



## Notes to the Financial Statements for the year ended 31 March,2024

### 39 Related Party Disclosure

As per the Ind AS - 24 Related Party Disclosures, the related parties of the Company are as follows :

#### A) Name of the related parties and nature of relationships

##### I) Ultimate Holding Company

- Asian Granito India Limited ( through its 100% holding in AGL Industries Limited )

##### II) Holding Company :

- AGL Industries Limited

##### III) Key Managerial Personnel (KMP) and Director :

###### Name

- Kamleshbhai M.Patel  
- Girishbhai M.Patel  
- Kalidasbhai J.Patel [up to 30.03.2023]  
- Mukeshbhai J.Patel [w.e.f. 30.03.2023]  
- Girishbhai N.Patel [w.e.f. 06.12.2023]

###### Designation

Director  
Director  
Director  
Director  
Additional Director

##### IV) Group Companies :

- Amazoone Ceramics Limited  
- AGL Sanitaryware Private Limited  
- Adicon Ceramica Tiles Private Limited  
- Adicon Ceramica LLP  
- Future ceramic Private Limited

##### V) Director's Relatives :

- Alpaben Jagdishbhai Patel

#### B) Terms and conditions of transactions with related parties

- 1) Transaction entered into with related party are made on terms equivalent to those that prevail in arm's length transactions.
- 2) Company has not taken loan from any of its related parties.
- 3) Company has not given loan to any of its related parties.
- 4) Company has not given any financial guarantee to any of its related parties.

#### Commitments with related parties

The Company has not provided any commitment to the related party as at March 31, 2024 (March 31, 2023 : Rs.Nil)

The following table summarizes related-party transactions and balances for the year ended/as at March 31, 2024 and March 31, 2023

(₹ in Lakhs)

Related Party Transactions	Ultimate Holding Company		Group Companies /Directors Relatives	
	2023-24	2022-23	2023-24	2022-23
<b>Transactions :-</b>				
Purchase of Products	33.42	5.54	-	-
Sales of Products	4.05	2.82	3.32	1.40
Rent Paid	30.42	27.21	-	-
Reimbursement of Exp. / (Income)	12.22	101.80	-	-
Business Support Exp.	-	40.00	-	-
Employee Benefit Exp.	-	-	13.36	10.57
<b>Outstanding Balances :-</b>				
Trade Payable	1.45	1.17	-	-
Trade Receivable		18.36	-	-

Continue...



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

Notes to the Financial Statements for the year ended 31 March,2024

.....Continue

(₹ in Lakhs)

Related Party Transactions	Ultimate Holding Company		Group Companies /Directors	
	2023-24	2022-23	2023-24	2022-23
<b>Transaction during the period</b>				
<b>Purchase of products :-</b>				
Asian Granito India Limited	33.42	5.54	-	-
	<b>33.42</b>	<b>5.54</b>	-	-
<b>Sales of products :-</b>				
Asian Granito India Limited	4.05	2.82	-	-
AGL Sanitaryware Private Limited	-	-	1.38	-
Amazoone Ceramics Limited	-	-	0.02	0.23
Adicon Ceramica LLP	-	-	0.02	0.69
Adicon Ceramica Tiles Private Limited	-	-	0.08	-
Future Ceramic Private Limited	-	-	1.83	0.48
	<b>4.05</b>	<b>2.82</b>	<b>3.32</b>	<b>1.40</b>
<b>Rent Paid :-</b>				
Asian Granito India Limited	30.42	27.21	-	-
	<b>30.42</b>	<b>27.21</b>	-	-
<b>Reimbursement of Expense/(Income) :-</b>				
Asian Granito India Limited	12.22	101.80	-	-
	<b>12.22</b>	<b>101.80</b>	-	-
<b>Business Support Expenses :-</b>				
Asian Granito India Limited	-	40.00	-	-
	-	<b>40.00</b>	-	-
<b>Employee Benefit Expenses :-</b>				
Alpaben Jagdishbhai Patel	-	-	13.36	10.57
	-	-	<b>13.36</b>	<b>10.57</b>
<b>Balances as at Year End :-</b>				
<b>A Trade Payable :-</b>				
Asian Granito India Limited	1.45	1.17	-	-
	<b>1.45</b>	<b>1.17</b>	-	-
<b>B Trade Receivable :-</b>				
Asian Granito India Limited	-	18.36	-	-
	-	<b>18.36</b>	-	-



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March,2024

### Additional Regulatory Information

#### 40 Relationship with Struck off Companies :

The company has no transaction with companies struck off under Section 248 of the Companies Act,2013.

#### 41 Registration of charges or satisfaction with Registrar of Companies :

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

#### 42 Ratio :

Sr No	Particulars	Numerator	Denominator	March 31, 2024	March 31, 2023	% Variance	Reason for variance
1	Current Ratio	a) Current Assets	b) Current Liabilities	3.03	3.06	-0.78%	-
2	Debt - Equity Ratio	a) Total Borrowings	b) Total Equity	-	0.002	-100.00%	Due to repayment of Loan
3	Debt Service Coverage Ratio	a) Earning available for debt services	b) Debt Services	93.98	8.48	1008.40%	Due to profit during the year and repayment of the Lease Liability in Last
4	Return On Equity Ratio	a) Net Profit after Tax	b) Average Net Worth	42.54%	26.09%	63.09%	Due to Increase in Sale & Profit during the year
5	Inventory Turnover Ratio	a) Cost of Goods Sold	b) Average Inventory	5.53	5.95	-7.18%	-
6	Trade Receivable Turnover Ratio	a) Net Credit Sales	b) Avg. Accounts Receivable	5.83	4.04	44.33%	Due to collection drive by the company. It was
7	Trade Payable Turnover Ratio	a) Net Credit Purchases	b) Average Trade Payables	11.40	5.44	109.61%	Credit period for Trade Payable reduced in FY 2023-24 in Comparison with FY 2022-23
8	Net Capital Turnover Ratio	a) Net Sales	b) Net Working Capital (Cur Assets - Cur liab)	2.99	2.74	9.26%	-
9	Net Profit Ratio	a) Net Profit(PAT)	b) Net Sales	13.00%	8.82%	47.42%	Due to Increase in Sale & Profit during the year
10	Return On Capital Employed	a) Earning before Income Tax - EBIT	b) Capital Employed / Or (Total Assets - Total Current Liabilities)	47.65%	32.01%	48.83%	Due to Increase in Sale & Profit during the year
11	Return on Investment	a) Net Return on Investment	b) Cost of Investment	NA	NA	NA	-

#### 43 Other statutory information :

i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party(ultimate beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries



# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

## Notes to the Financial Statements for the year ended 31 March, 2024

### 44 Lease [ Ind AS-116 ]

#### A. Assets given on operating lease

The company has no given any premises under operating lease or lease and license agreements

#### B. Assets taken on operating lease

The Company's lease asset classes primarily consist of leases for Office & Other Building. The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability.

The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

### Following are the changes in the carrying value of right of use assets for the year ended March 31, 2024 and March 31, 2023.

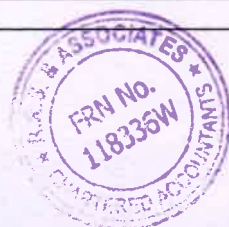
Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
Right of Use Assets	-	-
(i) Balance as at April 1, 2023	-	37.34
(ii) Reclassification on adoption of Ind AS 116	-	-
(iii) Additions during the year	-	-
(iv) Depreciation	-	(12.45)
(v) Deductions during the year	-	(24.89)
<b>Total</b>	<b>-</b>	<b>-</b>

The aggregate depreciation expense on ROU assets is included under depreciation and amortization expense in the statement of profit and loss.

### The following is the movement in lease liabilities during the year ended March 31, 2024 and March 31, 2023

Particulars	(₹ in Lakhs)	
	As at March 31, 2024	As at March 31, 2023
(i) Recognition on adoption of Ind AS 116	-	-
(ii) Opening Lease Liabilities	-	40.01
(iii) Additions during the year	-	-
(iv) Finance cost accrued during the year	-	2.08
(v) Payment of lease liabilities	-	(14.28)
(vi) Rent concession on Lease Rentals	-	-
(vii) Sale of Lease Liabilities	-	(27.81)
<b>Total</b>	<b>-</b>	<b>-</b>

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# POWERGRACE INDUSTRIES LIMITED

POWERGRACE™

CIN : U85100GJ2013PLC075582

Notes to the Financial Statements for the year ended 31 March, 2024

...continue

Changes [Increase / (decrease)]	(₹ in Lakhs)	
	Year ended March 31, 2024	Year ended March 31, 2023
(i) Depreciation and Amortisation	-	12.45
(ii) Finance Cost (Net)	-	2.08
(iii) Lease Rent Cost	-	(14.28)
(iv) Ind As 116 Lease Concession	-	-
(v) Profit / (Loss) on Sale of Lease Asset	-	-
<b>Profit before tax</b>	<b>-</b>	<b>0.25</b>

- 45 On 20th September, 2019, vide the Taxation Laws (Amendment) Ordinance, 2019 ('the Ordinance'), the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective 1st April, 2019, subject to certain conditions. The Company has evaluated the Ordinance and based on the evaluation the management of the Company has proposed to continue with the New regime.
- 46 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 47 **In the opinion of Board of Directors**
- Current assets, non-current loans and advances are realizable in the ordinary course of business, at the value at which they are stated.
  - The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary. considering no commercial invoice of samples.
- 48 Balance of Trade receivables, Trade payables, loans and advances are subject to confirmation from the respective parties.
- 49 The figures pertaining to previous periods have been regrouped and restated wherever necessary, to make them comparable.

As per our Report of even date  
For, R R S & Associates  
Chartered Accountants  
ICAI Firm Reg. No.-118336W

[Rajesh Shah]  
Partner  
Membership No. 034549  
Place : Ahmedabad  
Date : 20-05-2024



For and on behalf of  
POWERGRACE INDUSTRIES LIMITED

[Kamleshbhai M. Patel]  
Director  
DIN : 00100069

[Mukeshbhai J. Patel]  
Director  
DIN : 00406744

**Thank you**

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**Audited by ;**  
R R S & Associates  
Ahemedabad