



Shri Balaji Valve Components Ltd

(Formerly known as Shri Balaji Valve Components Pvt Ltd)

Manufacturing of Precision Machined & Valve Components.

CIN: L29220PN2011PLC141370

GST No: 27AAQCS607681Z2

Dated: 02/09/2025

To,
The General Manager
DCS-CRD
(Corporate Relationship Department)
BSE Ltd.
Rotunda Building
P.J. Tower, Dalal Street, Fort
MUMBAI-400001

BSE SCRIP Code: SBVCL | 544074

Subject: Annual Report for the Financial Year 2024-25 including Notice of Annual General Meeting.

Dear Sir/Madam,

We wish to inform you that 14th Annual General Meeting ("AGM") of the Company will be held on Thursday, 25th September, 2025 at 03.00 p.m. (IST) through Video Conferencing / Other Audio Visual Means in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and the Securities and Exchange Board of India. Pursuant to Regulation 30 read with Para A, Part A of Schedule III of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Annual Report of the Company for the Financial Year 2024-25 including the Notice convening the 14th Annual General Meeting of Shri Balaji Valve Components Ltd (Formerly Known As Shri Balaji Valve Components Private Limited), which is being sent through electronic mode to those Members whose e-mail addresses are registered with the Company/ Registrar & Share Transfer Agent/ Depository Participant(s). The Integrated Annual Report for the Financial Year 2024-25 along with Notice of the 14th AGM is also available on the website of the Company at www.balajivalvecomponents.com.

Thanking you.

Yours Faithfully,

For, Shri Balaji Valve Components Ltd

Name: Shrinivas Laxmikant Kole
(Whole Time Director & CFO)
DIN: 10119216
Date: 02/09/2025

Registered office

Plot No: PAP B 31, Chakan MIDC,
Phase-2, Bhamboli, Tal. Khed
Pune- 410501, Maharashtra, India.

✉ info@balajivalvecomponents.com

🌐 www.balajivalvecomponents.com

☎ **+91-9765565409**



Shri Balaji Valve Components Limited

Annual Report 2024-25

Unleashing Potential: From Local Expertise to Global Leadership





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CORPORATE INFORMATION

BOARD OF DIRECTORS

LAXMIKANT SADASHIV KOLE
Chairman & Managing Director
DIN: 05110323

MADHURI LAXMIKANT KOLE
Non-Executive Director
DIN: 05110326

SHRINIVAS LAXMIKANT KOLE
Whole Time Director & CFO
DIN: 10119216

VASUDEV GANPATDAS GUJRATHI
Independent Director
DIN: 03071463

SANKER PARAMESHWARAN
Independent Director
DIN: 00008187

SECRETARIAL AUDITOR

CHIRAG CHAWRA & CO.
Practicing Company Secretary
Shop No.319, 3rd Floor, Heeu Industrial Spaces,
Near Kinetic Engineering Limited,
MIDC Pimpri - Chinchwad, Pune - 411019

INTERNAL AUDITOR

M/S JSG AND COMPANY

FRN: 135859W
M. No.: 14527
Partner: CA Govind Chandak
Membership No.: 14527

BANKERS

HDFC BANK LIMITED
Address: Finolex Chowk, Unit No 1 to 4 & 26 to
29 Wing A, Kamala Cross Rd, opposite PCMC
BUILDING, Pune, Maharashtra 411017
Mobile: +919420924330
Email: shivkumar.belwale@hdfcbank.com
Contact Person: Shivkumar Balwale
Designation: Relationship Manager

ICICI BANK LIMITED
Address: Gate No. 244/1/A/2, on the Pune-Nashik
Highway, near Ambethan Chowk, Chakan, Pune,
Maharashtra - 410501
Mobile: +917755995855
Email: kedar.mate@icicibank.com
Contact Person: Kedar Mate
Designation: Relationship Manager

REGISTERED OFFICE

Plot No - PAP B 31 Chakan MIDC, PH - 2,
Bhamboli, Tal: Khed, Dist: Pune, Maharashtra,
India, 410501
Mobile: +91-9765565409
Email-id: info@balajivalvecomponents.com
Website: www.balajivalvecomponents.com

STATUTORY AUDITOR

M/s Kishor Gujar & Associates

Chartered Accountants
FRN: 116747W
Partner: CA Sangita Kumbhar
Partner Membership No: 156238
Address: Off. No. 2, 1st Floor, Mahalaxmi Heights,
Near Bank of Maharashtra (Pimpri Branch),
Mumbai-Pune Road, Pimpri, Pune - 411018

REGISTRAR & SHARE TRANSFER AGENT

Bigshare Services Private Limited

Address: 56-2, 6th Floor, Pinnacle Business Park,
Next to Ahura Centre, Mahakali Caves Road,
Andheri (East) Mumbai - 400093, India
Telephone: +91 22 6263 8200
Facsimile: +91 22 6263 8299
Email: ipo@bigshareonline.com

Investor Grievance:

Email: investor@bigshareonline.com
Website: http://www.bigshareonline.com
Contact Person: Mr. Babu Raphael
SEBI Registration Number: INR000001385
CIN: U99999MH1994PTC076534

STOCK EXCHANGE

BSE SME Ltd.

SECURITY CODE OF D-MAT

For Equity Shares: 81,60,000

ISIN: INE0RNZ01014



ROOTS AND FOUNDATION

Local Expertise Building the Base

Our Beginning

Crafting a Legacy from Pune In 1989, a vision was born in Pune—a vision that valved reality through dedication, technical prowess, and community focus. Shri Balaji Valve Components Ltd grew from the seed of Balaji Enterprises, steadily cultivating expertise in valve components that would become renowned locally and beyond.

The journey from a small regional player to a robust manufacturer was anchored in unwavering commitment to quality and customer satisfaction. Our motto, **“One-stop solution for all your Assembly Needs,”** encapsulates our promise to deliver integrated, reliable, and innovative valve components that meet exact standards.

With incorporation in 2011 and strategic backward integration starting in 2014, SBVCL began building comprehensive in-house capabilities—including forging, heat treatment, machining, and quality assurance—all under one roof in Pune. This integration not only ensured superior quality but also shortened lead times and enhanced cost competitiveness.

Our early years were about laying a resilient foundation: investing in skilled people, establishing core values of trust, excellence, and teamwork, and embedding a culture of continuous improvement. These pillars have sustained us through growth spurts and challenges alike.



GROWTH AND EXPANSION

Scaling Local Expertise Globally

Growth Fueled by Innovation and Global Vision

Over the past decade, SBVCL's transformation accelerated—our local expertise translated into global competence. Key milestones in this phase include the establishment of a new machining plant in Chakan MIDC (2022), acquisition of Shrinivas Engineering assets, and the expansion of forging facilities in 2024.

Leveraging cutting-edge machinery, advanced manufacturing techniques, and robust quality certifications such as ISO 9001:2015, PED, and Norsok, SBVCL positioned itself to serve critical sectors like oil & gas, power generation, pharmaceuticals, and defense. The scale and complexity of our products grew alongside our technical capabilities, enabling us to meet rigorous global standards.

Today, SBVCL exports to 14 countries spread over 6 continents, reaching markets such as the USA, Germany, UAE, UK, and Australia. This international presence underscores our ability to blend deep-rooted Indian expertise with global manufacturing sensibilities—delivering tailor-made, precision-engineered components that enable industries worldwide.

The public listing on BSE SME in 2023 marked a landmark moment, unlocking capital for growth and signaling our readiness to compete on a larger stage. The IPO proceeds have been channeled into plant expansions, renewable energy projects, digital transformations, and building a stronger talent base.

Our growth story is more than numbers—it is about building capabilities, nurturing partnerships, and creating value that lasts. Our integrated manufacturing model ensures quality, agility, and customer-centricity remain at the heart of our operations.





VISION FOR THE FUTURE

Leading with Purpose and Potential

Looking forward, SBVCL envisions itself as a global leader in In Valve components & Precision machined components delivering products and services that delight customers, empower employees, and enrich the communities we serve.

Our vision inspires ongoing investments in technology, including Industry 4.0 practices



and IIoT integration, fostering smarter manufacturing environments. Expanding into new sectors such as defense and pharmaceuticals demonstrates our agility and responsiveness to emerging market trends.

Sustainability remains integral to our strategy. From rooftop solar installations and energy-efficient machinery to stringent waste management and CSR initiatives, we embrace responsible manufacturing that balances growth with environmental stewardship.

Most importantly, our growth is powered by people—the heart and soul of SBVCL. We remain committed to employee well-being, skill development, and cultivating a culture where innovation and collaboration thrive.

From Pune to the world, SBVCL embodies the promise of “Unleashing Potential.” We are proud of our heritage and excited about the future as we continue our journey from a trusted local expert to a revered global leader—building bridges of precision, reliability, and progress for generations to come.





REPORTING SUITE

BOARD'S WELCOME ADDRESS

We are delighted to present the **Integrated Annual Report of SBVCL for FY 2024-25**.

At SBVCL, we remain committed to elevating the manufacturing and supply of precision valve components, continuously innovating to serve diverse, mission-critical sectors around the globe. Our progress roots in a strong culture of trust, transparency, and forward-thinking—unleashing potential from our home in Pune to partners across 14 countries.

As we enter a new chapter, our unwavering focus on **good governance, excellence, and sustainable practices** propels us beyond boundaries. Together with our stakeholders, we continue to empower industries, nurture talent, and build a

ABOUT THE REPORT

SBVCL's Second annual Integrated Report demonstrates our pursuit of accountable growth through innovation, stakeholder engagement, and sustainable value creation. The report offers a comprehensive overview of our **financial and non-financial performance** for FY 2024-25 and provides deep insight into our strategic initiatives, governance, risk management, and long-term prospects. This report is aligned with the Integrated Reporting (<IR>) framework, the Global Reporting Initiative (GRI) Standards, and our ongoing commitment to the **SEBI's BRSR and United Nations Sustainable Development Goals (UN SDGs)**. We focus on the 10 SDGs most relevant to our

business—from responsible consumption and innovation to quality education and gender equality.

REPORTING PERIOD

This report covers consolidated and standalone financial information for the year **April 1, 2024 to March 31, 2025**. It covers Key Performance Indicators as of March 31, 2025.

REPORTING PRINCIPLES AND FRAMEWORK

The information within this report is prepared following the highest standards of transparency and accountability, referencing:

- Companies Act, 2013 (India)
- Indian Accounting Standards
- SEBI (Listing Obligations and Disclosure Requirements) Regulations
- SEBI (Prohibition of Insider Trading) Regulations, 2015
- Circulars on Business Responsibility and Sustainability Reporting (BRSR)
- ICSI Secretarial Standards
- Integrated Reporting (<IR>) Framework of IIRC
- GRI Standards
- United Nations SDGs

SCOPE AND BOUNDARY

This annual report extends beyond statutory and regulatory compliance, integrating strategic, risk, materiality, and sustainability narratives. It includes a holistic overview of our business model, operational excellence, customer focus, and value-chain positioning. It also addresses environmental, social, and governance (ESG) priorities impacting our long-term growth and stakeholder relationships.

PRECAUTIONARY APPROACH

At SBVCL, we are steadfast in our approach to responsible growth. By identifying potential risks—market, operational, compliance, environmental—we proactively develop safeguards and continuously evolve our monitoring mechanisms. Our risk management framework ensures we remain resilient in a dynamic global environment.

DISCLAIMER

This report contains forward-looking statements relating to future opportunities, strategies, and market conditions. While prepared with utmost diligence, unforeseen events could cause actual results to differ materially. Stakeholders are encouraged to read this report in conjunction with statutory disclosures and consult corporate announcements for the latest updates.

CONTACT

For any queries or feedback about this report, please write to:

ir@balajivalvecomponents.com





ABOUT THE COMPANY



SBVCL is unleashing its full potential by transforming local expertise into global leadership in valve manufacturing. Renowned for producing premium-quality valves, the company serves diverse industries such as oil and gas, Petrochemical, Construction, Equipment Manufacturing, Power Generation, Food & Beverage, Pharmaceutical, Defense.

Our comprehensive product range—including ball valves, gate valves, and check valves—ensures precise control over the flow of liquids and gases, meeting critical industry demands worldwide.

Harnessing advanced technology and state-of-the-art machinery, SBVCL elevates manufacturing standards from its base in Pune to deliver products that exceed global expectations. The Forging facility specializes in forging and heat treatment with robust equipment like 2.5 Ton Closed Die Hammers, 1.5-ton Closed Die hammers, 300

Ton Screw Press, Heating furnaces, and trimming presses, while the Machining plant drives precision machining with CNC, VMC, and other cutting-edge machineries and tools. Together, these plants embody the fusion of local skill and innovation that powers the company's competitive edge.

SBVCL's commitment to continuous innovation and stringent quality control ensures Our valve components perform reliably under the toughest conditions. Beyond engineering excellence, the company

champions personalized customer service—guiding clients through product selection, product improvements and process changes to optimize the cost & enhance quality of end product.

Grounded in ethical practices and environmental responsibility, SBVCL is not only raising the bar within its industry but also making a positive impact on the community and environment. From local roots to global influence, SBVCL exemplifies how dedication to quality and innovation can unleash true potential and establish leadership





OUR JOURNEY



JOURNEY



1989:
Establishment of
Balaji Enterprises,
the foundation of
our expertise.



2014:
Commissioned in-
house forging plant
initiating backward
integration.



2022:
Launched Chakan
machining facility to
enhance precision
capabilities.



2024: Expanded
Forging Plant In
Chakan; listed on BSE
SME.



2011:
Incorporated as
Shri Balaji Valve
Components
Private Limited.



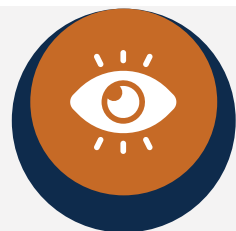
2020-21:
Acquired key assets
from Balaji Enterprises
and Shrinivas
Engineering.



2023: Converted to
a Public Limited
Company and
successfully launched
IPO.



2025: Strengthened international
presence amid challenging
markets; continued operational and
technology advancements to sustain
competitive edge.



Our Vision

To be amongst the leading corporations in the supply of valve components and precision machined components to the best delight of our customers, employees, associates, and the society at large.



Our Mission

To satisfy the expectations and requirements of our customers through a passion of creativity and innovation, providing excellent customer services and continuously upgrading ourselves.



Core Purpose

To create an organization that designs, innovates & manufactures according to customer requirements, and creates unlimited opportunities of growth for its overall stakeholders.



Core Values

Trust: Building enduring partnerships grounded on integrity.

Excellence: Delivering products and services that surpass expectations.

Teamwork: Fostering collaboration for shared success.

Commitment: Dedicated focus on mission, quality, and stakeholder value.

Transparency: Conducting open, honest communications.

Customer Centricity: Prioritizing client requirements with customized solutions.

Honesty: Upholding fairness and sincerity in all dealings.

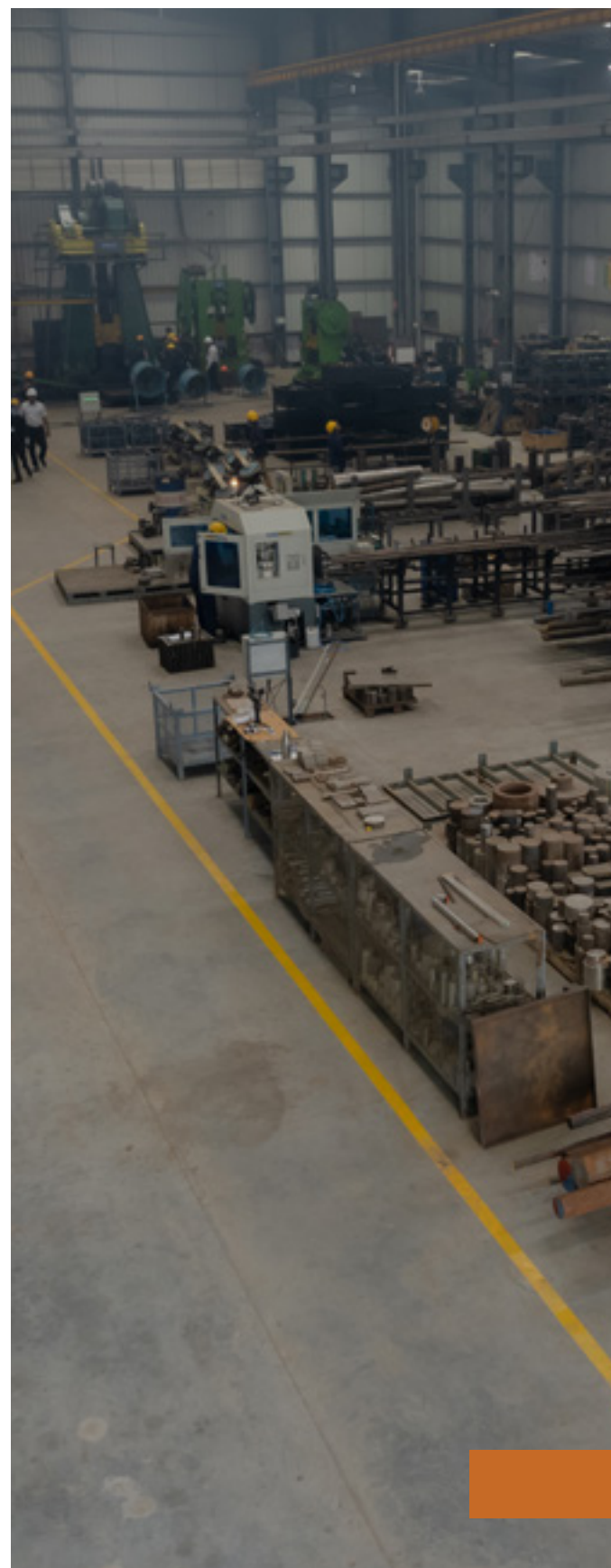
MANUFACTURING FACILITIES & CAPABILITIES



PLANT I: MACHINING PLANT

The plant is spread across around 50,000 sq ft of machine plant with an office of 7000 sq ft. The machining plant consists of all the machines that are meant for manufacturing the components as per customer drawing. The plant has 130+ machines consisting of 16 CNC Machines, 15 VMC Machines, 4 HMC 10 SPM Machines, 2 Cylindrical Grinding Machines, 4 Ball Spherical Machines, 2 CNC VTL Machines, 1 VTL Machine and other machines like lathe, drilling, milling, MITR, pillar drill machines. The setup is also equipped with buffing and hydrotest setup. The plant also houses the office spanning around 3 floors with all the departments of Sales, Marketing, Production, Planning, Supply Chain, Purchase, Quality, Stores, Maintenance, Human Resources, Finance & Accounting, Engineering and Top Management sits to serve the organizational KPI and foster growth. The plant is equipped with 15 Overhead Cranes, Fire Fighting System, Centralised Air & Coolant Pipeline, Gensets for power backup, centralised UPS, Sewage Treatment Plant, Effluent Treatment Plant, Rooftop Solar Plant, canteen, centralised server room & fully equipped powerhouse. The plant also has been designed to provide maximum work satisfaction to all and subside the employee tiredness & fatigue and create a healthy working environment.





PLANT II: FORGING PLANT:

The forging plant is spread across 22000 sq ft of manufacturing floor and 2600 sqft of office space. It has 3 Hammers (1.5 MT Closed Die, 2.5 MT Closed Die & 300 Ton Head Forging) along with 2 Heat Treatment furnaces. The hammers are equipped with Induction Furnace & Oil-Fired Furnace along with Trimming Press and quenching tanks. The plant also has a well equipped powerhouse, centralised airline, fire fighting system, STP (Under Finalisation), ETP (Under Finalisation) and solar rooftop. A space also has been allocated for setting up a Testing laboratory for maintaining highest material standards and catering the testing needs of the whole organisation. The facility has been expanded from that of the old plant that was located in Bhosari.



MANUFACTURING PROCESS



1

RFQ generated by customer

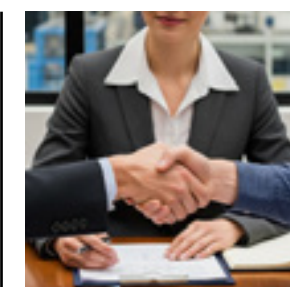
We are engaged in the manufacturing of valve components and precision machined components, which are customized according to the customer needs. The process starts with the 'Request for Quotation' opened by the customer. Once the RFQ is released, we check the specifications provided by the customers'. Post which the regular components are quoted immediately whereas the newer components are checked for feasibility and quoted based on the feasibility analysis.



2

Submitting Quotation for RFQ

Once we are done with internal assessment of our current stock and production plan, we prepare & submit the quotation to the customers with details of the material to be used, pricing and other important details as required by the customer. This process sometimes requires discussion with the customer to get a better understanding of the customer specifications and requirements.



3

Receipt of Purchase order

Once we quote the details to the customers, the details are checked and verified by the customers. The purchase order is generated based on many criteria like product specification, cost, delivery schedule etc.

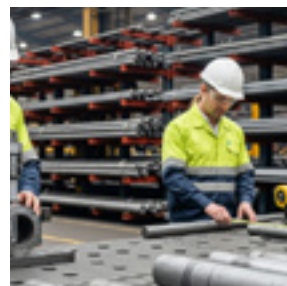




4

Material Planning & procurement

Upon generation of a work order, our team study the specifications of the work order. This team undertakes the responsibility for establishing the process to be adopted to manufacture the product, materials to be used, testing, etc. During this step, we evaluate the suitability and availability of materials agreed to be used, and design the product, in the event of it being a new product as compared to one previously manufactured by us. Based on the above inputs, the raw material requirements for each order are estimated and the procurement schedule is prepared for timely and cost effective purchases. While we ordinarily conduct procurements on the basis of prevailing market prices, we have in certain cases bought materials in advance to minimize the impact of market fluctuations on price.



5

Inward Quality Clearance

On receipt of material at our premises, we conduct quality checks to ensure that the material meets the requirements specified by us at the time of placing the order with them. This ensures that adequate checks and balances are identified and set in place to manufacture the product in accordance with the customer requirements.



6

Material Cutting & Heat treatment

After needed tests, heat treatment cycles and cutting the material (Bar Route)/Forging/Casting is done, then the manufactured material is issued to production along with the Drawing of the Component and Route Card. The Route Card here acts as the main document for the material movement and to manage traceability of the component.



7

Valve Component manufacturing

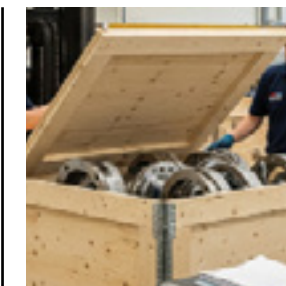
The manufacturing processes for each component differs as per the size of component, type of component and material of component. The same is defined by the Bill of Material in consultation with the Production. The Batch Card Number is instrumental in finding the status of components and defining delivery dates and other decisions for effective manufacturing. The component travels process by process according to the Production Batch Card and then it is handed over to Dispatch Section for Final Inspection, checking and dispatching to respective customers. Upon completion of the machining and where needed, we treat the machined components either by way of buffing, phosphating or plating.



8

Final inspection and Marking

After the production is completed, We conduct a visual inspection to ensure correct tagging, name plate fitting, end protection and general aesthetics. Often, customers require an additional inspection to be conducted either by themselves or appoint a third party to inspect the products. Post the inspection the component is marked for identification and sent to packing of the components.



9

Packing and dispatch

Once our products are ready, they are packed to avoid any damages to the seats & ends, our dispatch department prepares a packing list and invoice which is dispatched with the products to our customers.





PRODUCT PORTFOLIO



Ball SSBV & TMBV Balls

Size - 1/2" to 10"
Manufacturing - forging method, bar route method & centrifugal casting method.
Uses - The balls are fitted inside the ball valve, these balls regulate the flow of liquid or gases based on the lever movements.



Stem SSBV & TMBV STEMS

Size - 1/2" to 60"
Manufacturing - forging method & bar route method
Uses - The stem of a valve is used to open/close the valve. The stem connect the ball with the levers which regulate the flow



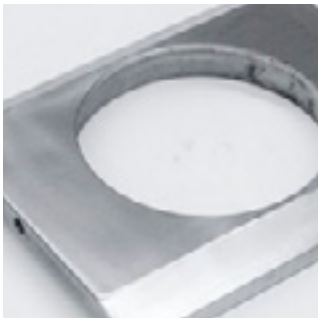
Bonnet

Size - 1" to 20"
Manufacturing - forging method & bar route method
Uses - The bonnet serves as the mounting base for the valve. It includes the seal which prevents fluid leakage along the stem and hold the valve components



Body

Size - 2" to 24"
Manufacturing - forging method & casting method
Uses - The body is a key element, it contains all the moving components that contact with the fluid and has to withstand the pressure.



Trunnion

Product Name - Trunnion
Size - 2" to 48"
Manufacturing - forging method & bar route method
Uses - The trunnion is attached to the ball that acts as a support that allows the ball to rotate. The trunnion is connected to the valve's body and is held in place by bearings.



Flange

Product Name - Flange
Size - 2" to 60"
Manufacturing - forging method & bar route method
Uses - The flange act as a connection between the valve and the end connectors.



End-Connector

Product Name - End-connector
Size - 2" to 48"
Manufacturing - forging method & casting method
Uses - The end connectors are used to connect the valve to the system which are using the valve.





Sleeves

Product Name - Sleeves

Size - 1" to 20"

Manufacturing - forging method & bar route method

Uses - The internal elements of a valve trim, typically includes a disk, seat, stem, and sleeves needed to guide the stem/flow.



Plugs

Product Name - Plugs

Size - 1" to 12"

Manufacturing - forging method & bar route method

Uses - The plug has an opening in the center that allows for flow through the valve in the open position when the cavity is parallel to the flow. When the controlling lever rotates, the plug inside the valve assembly turns and the cavity is perpendicular to the flow which in turn stops the flow.

PRODUCT OVERVIEW



A valve is a device that regulates, controls or directs the flow of a fluid by opening, closing, or partially obstructing fluid flow. A valve is a device that regulates, directs or controls the flow of a fluid (gases, liquids, fluidized solids or slurries) by opening, closing or partially obstructing various passageways. Valves are technically called valve fittings but are usually discussed as a separate category. In an open valve, fluid flows in a direction from higher to lower pressure. The word is derived from the Latin word "valva", the moving part of a door, in turn from volvere, to turn, roll. Valves have many uses, including controlling fluid flow for irrigation, industrial uses, controlling process and residential uses such as on/off and pressure control to dish and clothes washer and taps in the home. Even aerosols have a tiny valve built in; valves are also used in the military and transport sectors. Basically, it controls flow & pressure. Different types of valves are used to serve these functions. There are mainly about 9 Different Types of Valves used in Piping such as Gate Valve, Globe Valve, Check Valve, Plug valve, Ball Valve, Butterfly Valve, Needle Valve, Pinch Valve and Pressure Relief Valve. The item proposed is basically a casting, machined & assembled product. The castings of metals and alloys of copper, zinc, tin, aluminum, lead, alloy steel, CI etc. come under the group of nonferrous & Ferrous castings. Some of the prominent valve castings are Brass, Bronze, Aluminum Bronze, Gun Metal, Stainless Steel, Cast Iron etc. are used to manufacture various types of valves for domestic and industrial applications.

BUSINESS STRATEGIES



Investing in Manufacturing Capabilities for Global Growth

- » Commissioning new plants on the acquired lands to fuel growth, coupled with strengthening operational efficiency to address the dynamic demands of international customers.
- » Continuing capacity expansion, equipment modernization, and technology upgrades.
- » Exploring new ventures, acquisitions, and strategic alliances for complementary growth

Enhancing Operational Efficiencies to Improve Returns

- » Offering high-quality products at competitive prices to strengthen customer relationships
- » Implementing diverse manufacturing, material sourcing, and cost-reduction strategies
- » Bulk purchasing raw materials and sourcing locally to reduce transportation costs
- » Increasing research and technology improvements to meet customer quality standards
- » Maintaining operational excellence without compromising product quality

Growing Geographical Presence Across India

- » Operating out of Pune, Maharashtra
- » Increasing marketing and sales teams dedicated to diverse geographical areas
- » Building stronger customer relationships through local presence and responsiveness
- » Delivering consistent value through quality assurance, timely deliveries, and reliability





Expanding and Deepening Customer Relationships

- » Developing long-term relationships through detailed understanding of customer specifications
- » Helping customers solve new challenges by providing tailored valve components
- » Sustaining revenue contributions by strengthening existing customer ties
- » Expanding the customer base using domain expertise and emerging technology knowledge
- » Enhancing geographical reach beyond Maharashtra, Goa, Gujarat, Tamil Nadu, and Karnataka
- » Prioritizing quality service, timely delivery, and competitive pricing

Commitment to Quality and Customer Specifications

- » Strict adherence to customer specifications and regulatory quality standards
- » Continuous product inspections at various stages to detect deviations early
- » Implementing timely corrective measures to maintain high quality
- » Building and maintaining customer trust through consistent product excellence
- » Strengthening long-term customer relationships via quality and reliability

COMPETITIVE STRENGTH



Integrated Manufacturing Capabilities

- » Two advanced Pune-based facilities with forging, heat treatment, and precision machining capabilities.
- » 3rd Facility to be commissioned by December 2025.
- » Equipped with high-capacity hammers, continuous furnaces, CNC, VMC, and other modern machines.
- » Enables in-house production for faster delivery, better quality, and cost efficiency.



Experienced Management Team

- » Led by leaders with 20–30 years of industry expertise in forging and valve manufacturing.
- » Strong business acumen supports sustained growth, quality, and reliability.



Diversified Product Portfolio

- » Wide range of valve components (½ inch to 60 inches) serving oil & gas, petrochemical, power, pharma, and more.
- » Broad domestic and global reach including markets in Europe, USA, Middle East, and Asia.
- » Focus on innovation and customized solutions tailored to customer needs.



Long-Standing Customer & Supplier Relationships

- » Trusted partnerships built on quality, timely delivery, and consistency.
- » Repeat orders from key customers who contribute over two-thirds of revenue.
- » Strong supplier ties ensuring smooth operations and adaptability.



Quality Assurance & Certifications

- » ISO 9001:2015, PED, and NORSOK certified manufacturing facilities.
- » Strict quality controls from raw materials to final dispatch ensure compliance with customer specifications.
- » Commitment to quality strengthens reputation as a reliable global supplier.



RECENT KEY PROJECTS & INVESTMENTS

1

Completion of forging plant relocation to new premises at Chakan, equipped with upgraded machinery.

2

Expansion of machining capabilities with additional CNC and VMC units.

3

IPO proceeds utilized for plant modernization, electrical infrastructure augmentation, solar power installations, and enhanced R&D.

4

Continued participation in international forums like Valve World Expo to boost brand worldwide.

5

Inclusion of New 5 Axis Multitasking Machine for enhancing capabilities.

6

Expanding teams for Engineering & Operations for better processes & faster development of New Products.

7

New Plant to be commissioned by December 2025. Focused on the important product lines of Balls, Seats & Shafts.



LEADERSHIP PROFILE



Mr. Laxmikant Sadashiv Kole

Chairman & Managing Director

With over 40 years of extensive experience in the manufacturing industry, this seasoned Whole-Time Director brings unparalleled expertise and insight to the organization. Having held roles ranging from hands-on operational responsibilities to key strategic leadership positions, he has witnessed and adapted to the industry's evolution through technological advancements, shifting markets, and changing regulatory landscapes. In their current role, they play a pivotal role in strategic decision-making, overseeing daily operations, driving process efficiency, and fostering a culture of innovation. Their deep expertise in the sector enables them to navigate complex challenges, optimize resources, and lead initiatives that boost productivity, enhance quality, and improve profitability.



Mr. Shrinivas Laxmikant Kole

Whole-Time Director & CFO

An enthusiastic, curious, and committed professional, he joined the family business with a vision to enhance sales performance, elevate customer satisfaction, and improve employee engagement. Focused on implementing operational excellence initiatives, he strives to add greater value to production and drive continuous improvement. His core motivation lies in creating meaningful impact and bringing smiles to all stakeholders. Successfully completed a Post Graduate Certificate in Manufacturing Management & Analytics from IIM Trichy, he plays an instrumental role in ensuring business continuity, upholding core values, and infusing the organization with renewed energy and strategic direction to achieve sustainable growth in an ever-evolving business landscape



**Mrs. Madhuri
Laxmikant Kole**

Non-Executive
Director

She is highly proficient in managing administrative functions, including infrastructure, facilities, and operational efficiency within the manufacturing environment. Alongside this, she plays a vital role in Human Resource Development, focusing on nurturing talent, cultivating a positive work culture, and aligning HR strategies with the organization's objectives. Her leadership style reflects a thoughtful balance of empathy and decisiveness, empowering employees while guiding the company toward sustainable growth



**Vasudev Ganpatdas
Gujrathi**

Independent Director

His expertise lies in evaluating manufacturing processes, optimizing resource utilization, and ensuring adherence to industry best practices. In his capacity as an independent voice, he brings objectivity to decision-making, fostering balance while steering the company toward innovation and long-term sustainable growth in the manufacturing sector.



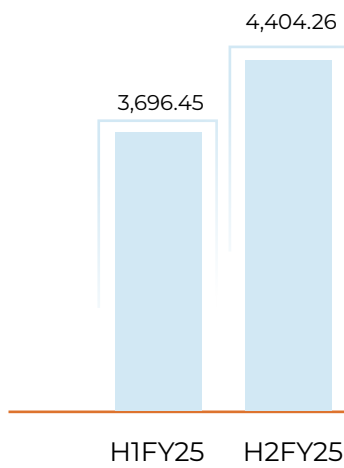
**Sanker
Parameswaran**

Independent Director

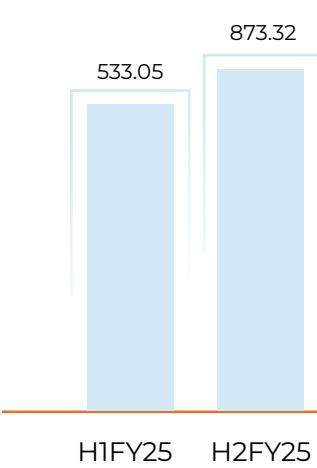
A Corporate Lawyer with over three decades of diverse experience with last assignment being General Counsel & Company Secretary of India's largest private bank ICICI Bank. Retired as Legal Advisor to the ICICI Bank. Presently post retirement advising RBL Bank as Head – Legal on contractual basis. Have played a key role in industry representations to governments for advocating changes to regulatory regime to facilitate ease of doing business.

FINANCIAL HIGHLIGHTS (FY 2024-25)

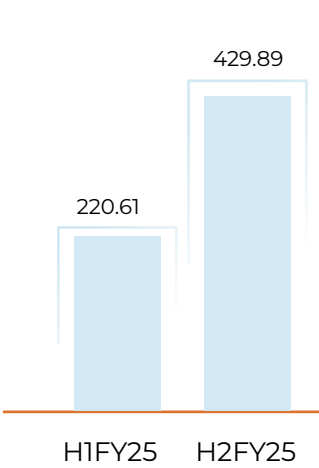
Revenue from
Operations



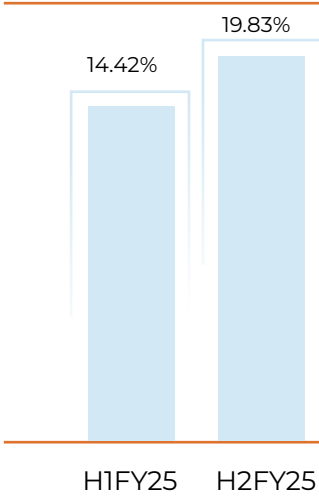
EBITDA



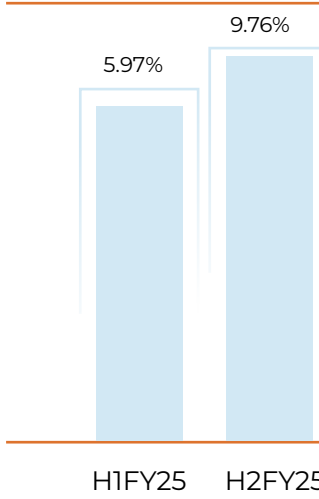
Profit After Tax
(PAT)



EBITDA Margin (%)



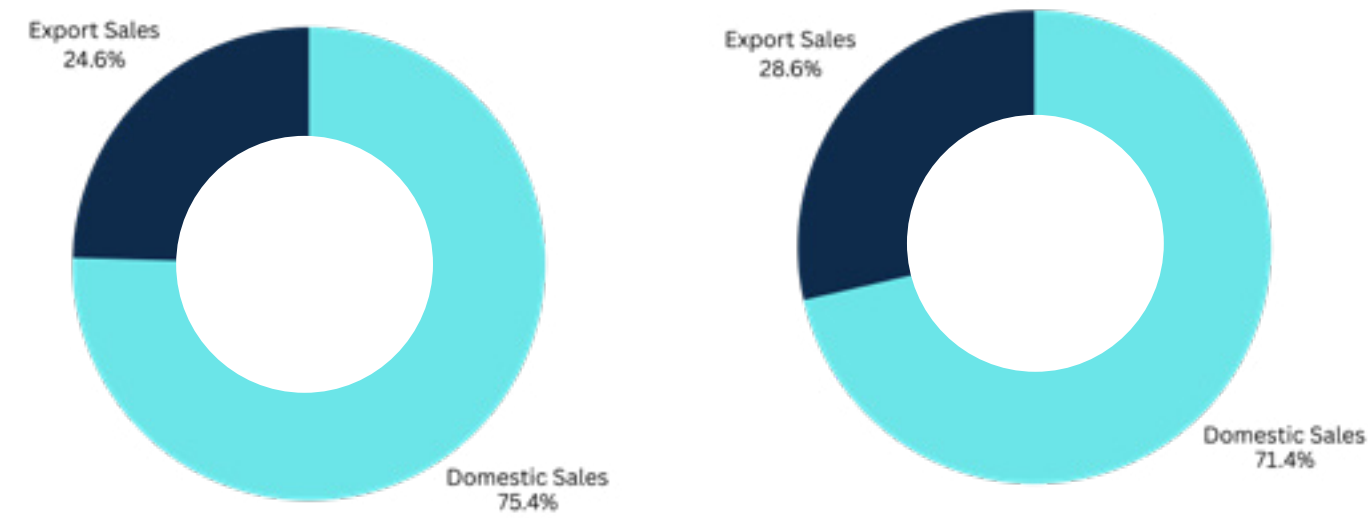
PAT Margin (%)



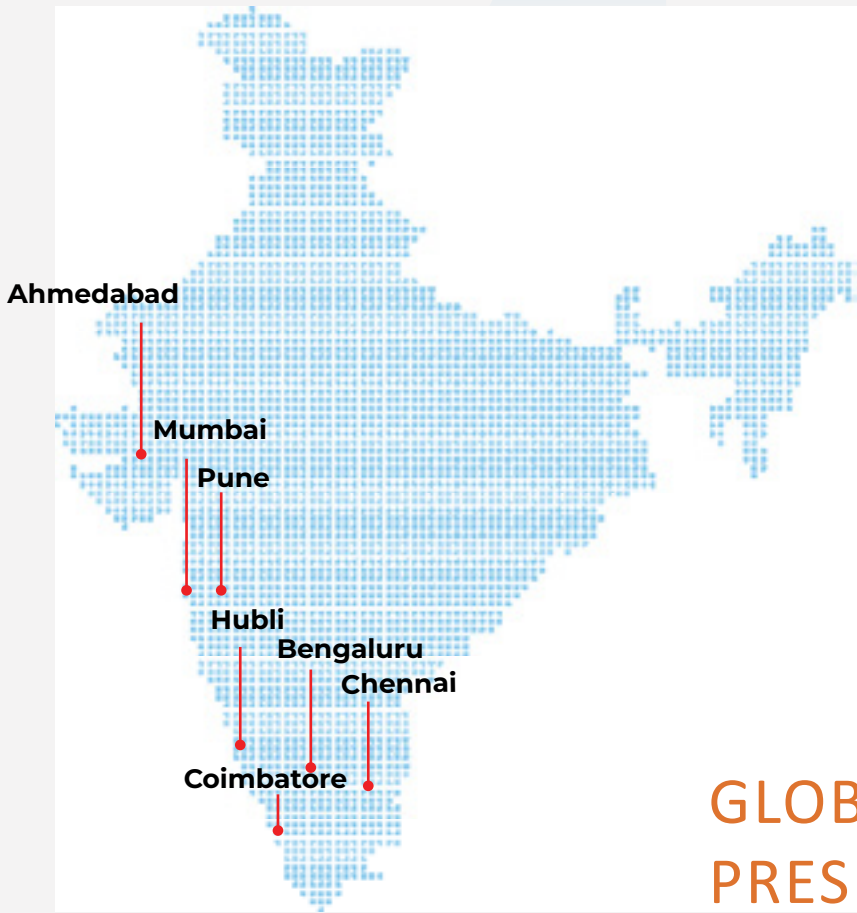
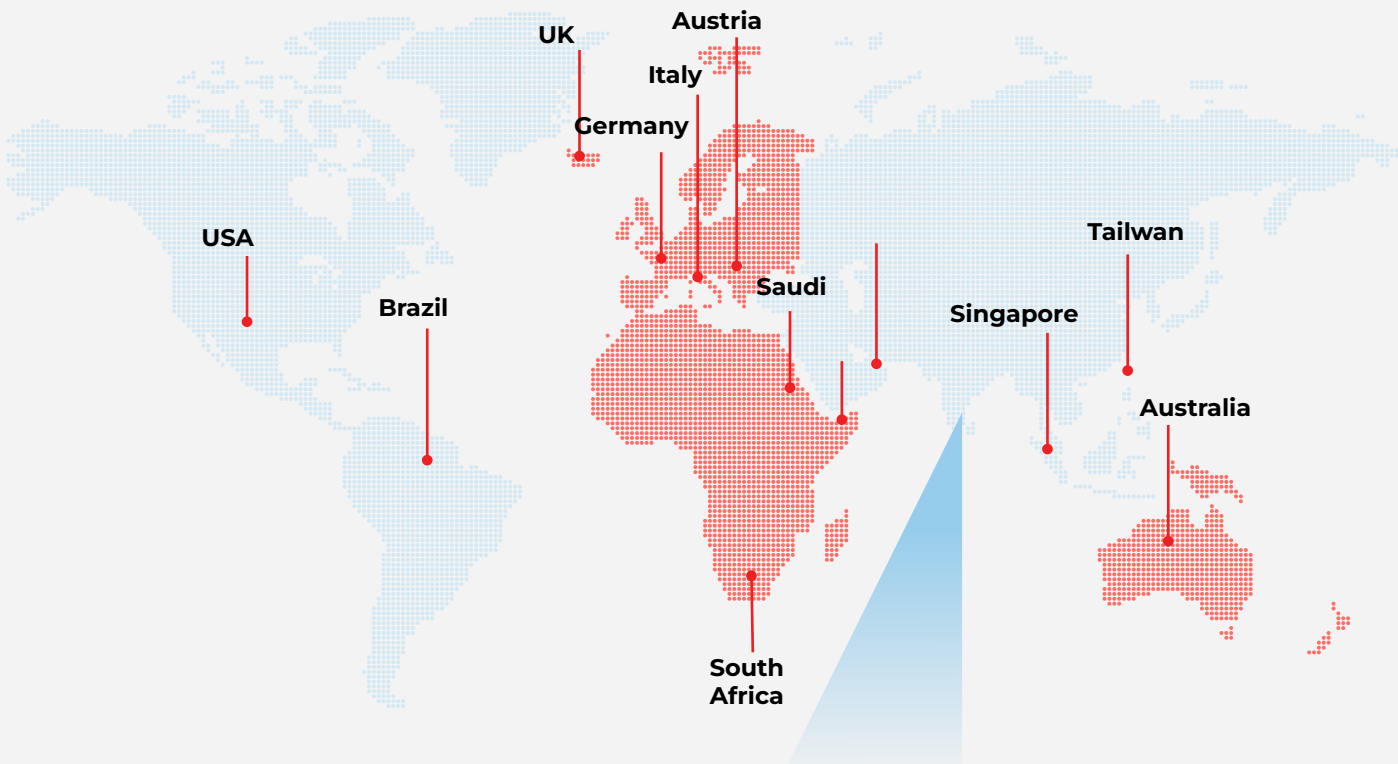


REVENUE BIFURCATION

| Particulars | FY 2023-24 Amt Rs. Lacs | FY 2024-25 Amt Rs. Lacs | Variation Amt Rs Lacs | Variation in % |
|------------------------|----------------------------|----------------------------|--------------------------|-------------------|
| Revenue From Operation | 8255.98 | 8100.71 | (155.27) | (1.88) |
| Domestic Sales | 6224.82 | 5784.3 | (440.52) | (7.08) |
| Export Sales | 2031.16 | 2316.41 | 285.25 | 14.04 |



Revenue has decreased by 1.88% year-over-year.
Domestic Sales decreased by 7.08%.
Export Sales increased by 14.04%.



GLOBAL
PRESENCE



KEY FACTS & FIGURES



1989 – Established



2 – Plants



278+ – Strength of
Human Resources



IIMM Award for Best Supply Chain
Practices in the Manufacturing Sector



TLC Award for Outstanding Financial
Management



ISO 9001:2015,
PED 2014/68/EU –
Certificates



3 – Forging
Hammer



70,000+ Sq. ft. –
Manufacturing
Area

Recognized by the Indian Institute of
Materials Management for excellence in
implementing industry-leading supply
chain practices within the manufacturing
sector.

Honored with the Best Financial
Management Award by TLC for exceptional
financial strategies and effective
resource management.



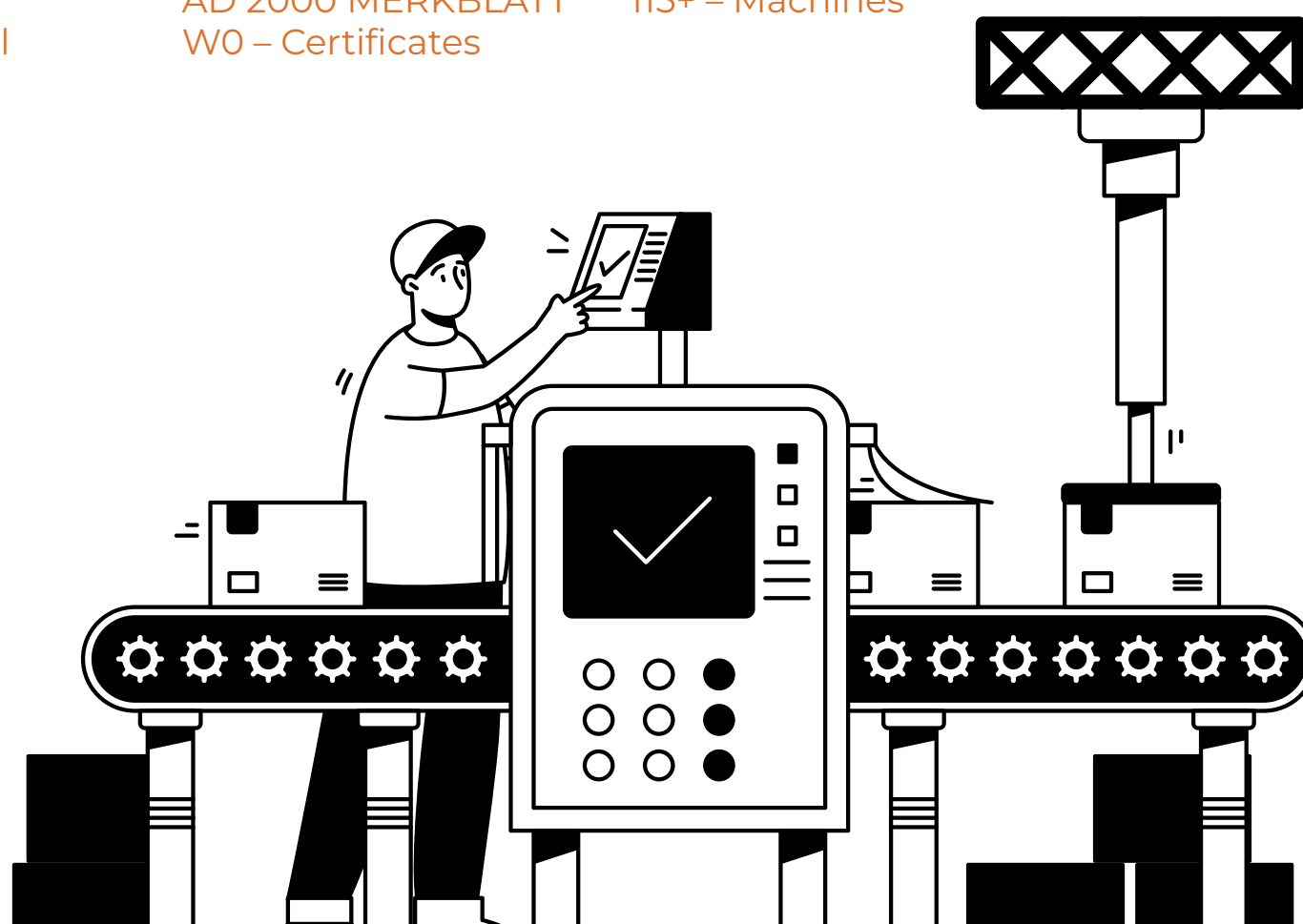
14 Countries, 6
Continents – Global
Supply



AD 2000 MERKBLATT
W0 – Certificates



115+ – Machines





CHAIRMAN'S MESSAGE TO OUR VALUED SHAREHOLDERS, EMPLOYEES, AND PARTNERS

Dear Stakeholders,

It is with a profound sense of purpose and foresight that I address you on behalf of the Board of Directors in this Annual Report for the fiscal year ended March 31, 2025. This past year has been a period of both significant challenges and profound resilience for Shri Balaji Valve Components Ltd. (SBVCL), a time when our strategic resolve and operational agility were tested and, I am pleased to say, proven. As we reflect on our journey, it is clear that our ability to navigate the shifting sands of the global and domestic economies, while remaining steadfast in our commitment to long-term value creation, defines our story.

A Year of Resilience and Strategic Direction

The financial year 2024-25 was characterized by a complex interplay of global economic headwinds and burgeoning domestic opportunities. The world grappled with lingering geopolitical tensions, persistent inflationary pressures in some key markets, and a recalibration of global supply chains. These macroeconomic shifts, coupled with competitive intensity within our industry, presented a challenging environment for top-line growth. Indeed, our

total revenue saw a slight contraction to approximately ₹82.4 crore, a marginal dip from the previous year. More importantly, our net profit, a key indicator of operational efficiency, also experienced a decline to approximately ₹6.5 crore. This is a moment for introspection, not discouragement. It is an acknowledgment of the prevailing realities and a testament to our transparent approach to communication.

As a seasoned observer of the SME and industrial sectors in India, I have seen such cyclical movements before. What defines a company's true character is not its performance in a single quarter or a single year, but its strategic response to adversity. This past year, our focus was squarely on fortifying our foundations, enhancing our operational rigor, and making prudent investments for the future. We prioritized cost discipline, streamlined processes, and initiated a significant capital expenditure program aimed at modernizing our manufacturing capabilities. The capital expenditure of approximately ₹13.96 crore is not an expense but a strategic, future-proof investment. It is a clear signal of our belief in the company's potential and our unwavering commitment to staying ahead of the technology curve. Our healthy debt-to-equity ratio of 0.54 and stable promoter holding of 73.53% reflect our sound financial management and the collective confidence of our leadership in our long-term trajectory. We are not just navigating the present; we are building the future.

Operational Excellence and People-Centric Growth

The investments in infrastructure and technology are only one part of our growth strategy; the other is our unwavering commitment to our people and our processes. We are making a concerted effort to invest in our most valuable asset: our team. We have initiated a significant Sales & Marketing recruitment expansion to broaden our market reach and deepen our customer relationships. This new talent will enable us to be more proactive in identifying new geographical markets and application areas, moving beyond a reactive sales model to a proactive, value-driven one.

Additionally, our commitment to market visibility was underscored by our successful participation in the Valve World Exhibition in Mumbai and Germany. These platforms provided invaluable opportunities to showcase our advanced capabilities and innovative product lines to a global audience, significantly increasing our market presence. Furthermore, a series of strategic visits to all of our important customers was conducted, the purpose of which was to gain deeper insights and foster a direct alignment with their evolving needs.

Simultaneously, our focus is laser-sharp on On-Time Delivery (OTD), a critical metric for customer satisfaction and market credibility. We understand that in a competitive landscape, reliability is as important as quality. To achieve this, we are implementing a series of internal transformations aimed at fostering a culture of operational

excellence. We are deeply committed to Team Development and Process Improvement, adopting methodologies that help us eliminate waste, enhance efficiency, and foster continuous learning. We are investing in skill-based workshops and advanced training programs to ensure our workforce is not just keeping pace with modern manufacturing but is leading the way. This holistic approach ensures that every part of our organization is aligned with our vision for sustainable and profitable growth, allowing us to build a reputation as a trusted and reliable partner.

Leveraging India's Economic Momentum

This is a future deeply intertwined with India's own growth narrative. It is impossible to discuss the prospects of Shri Balaji Valve Components without first grounding our conversation in the extraordinary economic momentum of our nation. India today stands as the fastest-growing major economy in the world, with a real GDP growth rate of 6.5% in the last fiscal year. This robust growth, driven by resilient domestic consumption and a surge in capital expenditure, paints a picture of an economy that is not only dynamic but also increasingly decoupled from global shocks. For an SME manufacturer like ours, this is a powerful tailwind.

The government's visionary focus on infrastructure, epitomized by the National Infrastructure Pipeline (NIP) and the Smart Cities Mission, is creating an unprecedented demand for industrial components. Over the next few years, an estimated investment of over \$1.4 trillion is earmarked for projects in transportation, energy, and urban development. Each of these sectors is a



core consumer of industrial valves and their components. Our products, from specialized components for ball and butterfly valves to precision forging products, are the very building blocks of this new India. We are not merely suppliers; we are partners in nation-building, enabling the flow of fluids and gases that power our cities, industries, and homes. This domestic demand provides a strong, reliable base for our business, mitigating the volatility of international markets.

Transforming Geopolitical Uncertainty into Opportunity

Moreover, the geopolitical landscape, while presenting unprecedented uncertainty and hurdles, is also creating a once-in-a-generation opportunity for Indian manufacturers. Global corporations, increasingly wary of an over-reliance on a single country for their supply chains, are actively seeking diversified sourcing partners. We are optimistic that due to the mix of customers and regions we serve, this geopolitical flux will create a huge opportunity for us. India, with its skilled workforce, democratic stability, and strong policies like 'Make in India,' is emerging as a credible and attractive alternative. We are perfectly positioned to be a key player in this global supply chain reconfiguration. Our ability to deliver high-quality, customized products with competitive lead times makes us an ideal partner for international OEMs looking to de-risk their operations and diversify their vendor base.

To fully capitalize on this opportunity, we are keenly aware of the

structural bottlenecks that the Indian manufacturing sector must overcome. As a financial advisor, I recognize that true competitiveness extends beyond price and quality. It requires relentless investment in R&D, a focus on process automation, and a commitment to skilling the next generation of engineers and technicians. While India's logistics costs have been historically high, the government's PM Gati Shakti program and other initiatives are making significant strides in improving infrastructure, which will directly reduce our operational costs and enhance our global competitiveness. We at Shri Balaji Valve Components are embracing these changes. Our ongoing investments in new machinery and technology are not just about increasing capacity; they are about enhancing precision, efficiency, and quality to meet global standards. We are also committed to fostering a culture of continuous learning and skill development to ensure our workforce is equipped to handle the complexities of modern manufacturing.

A Future Built on Partnership and Vision

In closing, I want to express my deepest gratitude to every member of the SBVCL family. To our employees, your dedication, hard work, and commitment to excellence are the bedrock of our success. To our customers, your trust and partnership are invaluable. To our shareholders, your continued faith in our vision empowers us to build a sustainable and prosperous future. The path forward is bright, and I am more confident than ever in our ability to deliver exceptional value to all our stakeholders in the years to come.

Thank you.
Sincerely,
Laxmikant Sadashiv Kole
Chairman & Managing Director,
Shri Balaji Valve Components Ltd.





NOTICE

Dear Members,

NOTICE IS HEREBY GIVEN THAT THE FOURTEENTH ANNUAL GENERAL MEETING OF THE MEMBERS OF THE SHRI BALAJI VALVE COMPONENTS LIMITED WILL BE HELD ON THURSDAY, THE 25TH SEPTEMBER, 2025, AT 03:00 PM THROUGH VIDEO CONFERENCING/ OTHER AUDIO-VISUAL MEANS ("VC/OAVM") TO TRANSACT THE FOLLOWING BUSINESS:

Ordinary Business:

ITEM NO.1

To receive, consider and adopt the Audited Financial Statement of the Company as on 31st March, 2025, together with Reports of the Board of Directors along with its Annexure and Auditors Report thereon.

Item No.2:

To appoint a director in place of Mr. Shrinivas Laxmikant Kole, Whole-Time Director (DIN: 10119216), who retires by rotation and, being eligible, offered himself for re-appointment.

Special Business

ITEM No. 3

To consider and approve the Appointment of M/s. CZ & ASSOCIATES LLP, Practicing Company Secretaries Firm, as the Secretarial Auditor of the Company.

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

"RESOLVED THAT pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 ('the Act'), read with Rule 9 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, [including any statutory modification(s) or re-enactment(s) thereof, for the time being in force], and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, ('SEBI Listing Regulations') and based on the recommendation of the Audit Committee and the approval of the Board of Directors of the Company, consent of the Company be and is hereby accorded for appointment of M/s. CZ & ASSOCIATES LLP, Practicing Company Secretaries Firm (FRN: L2025MH133100) as the Secretarial Auditor of the Company, to conduct Secretarial Audit of the Company and to furnish the Secretarial Audit Report, for a period of five (5) consecutive years, commencing from the Financial Year 2025- 2026 till Financial Year 2029-2030, at such remuneration including applicable taxes and out-of-pocket expenses, payable to them during their tenure as the Secretarial Auditors of the Company, as may be mutually agreed between the Board of Directors or any Committee of the Board and the Secretarial Auditors from time-to-time.

RESOLVED FURTHER THAT the Board of Directors be and are hereby authorised to take all actions and do all such deeds, matters and things, as may be necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard.

ITEM No. 4

TO PASS RESOLUTION FOR RE-APPOINTMENT OF MR. SHRINIVAS LAXMIKANT KOLE (DIN: 10119216) AS A WHOLE TIME DIRECTOR OF THE COMPANY

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

"RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 and other applicable provisions of the Companies Act,

2013, rules, circulars, orders and notifications issued thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), read with Schedule V of the Companies Act, 2013, Member of the Company here by approve the appointment of, Mr. Shrinivas Laxmikant Kole (DIN: 10119216) as the Whole-time Director of the company, liable to retire by rotation, for a period of Five years commencing from 31st day of July, 2026 and ending on 30th day of July 2031 on such remuneration up to Rs. 5,00,000 per Month which shall including such other allowances and perquisites and, on such terms, and conditions as provided below in explanatory statement subject to Schedule V.

RESOLVED FURTHER THAT any of the Directors of the Company and/or the Company secretary be and is hereby severally authorized to do all such acts, deeds and things and to sign all such documents as may be necessary, expedient and incidental thereto to give effect to this resolution including filing of the necessary e-forms for the purpose of compliance under provision of the Companies Act, 2013 and rules made thereunder.

ITEM No. 5

TO PASS RESOLUTION FOR REAPPOINTMENT OF MR. LAXMIKANT SADASHIV KOLE (DIN: 05110323) (DIRECTOR), AS CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT pursuant to the provision of 196, 197 and 203 read with Schedule V and read with Companies (Appointment and Remuneration of Managerial Personal) Rules, 2014 and such other provisions, rules and regulations of the Companies Act, 2013, (including any statutory modification(s) or re-enactment thereof for the time being in force) as may be applicable, and the Articles of Association of the company, Member hereby approve the appointment of, **Mr Laxmikant Sadashiv Kole (DIN: 05110323) (DIRECTOR)**, as a Chairman and Managing Director of the Company, for a period of **Five years** commencing from **31st day of July, 2026 and ending on 30th day of July 2031**, at a remuneration up to Rs. 5,00,000 per Month, including such other allowances and perquisites as provided below in explanatory statement, subject to review from time to time by the Board of Directors. The Appointment of Managing Director shall not be liable to retire by rotation.

RESOLVED FURTHER THAT Mr Laxmikant Sadashiv Kole (DIN: 05110323), will work under the direct control and supervision of the Board of Directors, and that the Board shall be at liberty to alter, amend, and vary the terms and conditions of his appointment in the best interest of the company.

RESOLVED FURTHER THAT if in any financial year during the tenure of Mr Laxmikant Sadashiv Kole (DIN: 05110323), the company incurs a loss, or has inadequate profits, the company may pay such remuneration to him in accordance with Schedule V of the Companies Act, 2013.

RESOLVED FURTHER THAT pursuant to the provision of such laws, rules, and regulations (including any statutory modification(s) or re-enactments thereof for the time being in force), as, may be applicable, Mr Laxmikant Sadashiv Kole (DIN: 05110323), be and is hereby given complete authority and responsibility as mentioned in Explanatory statement.

RESOLVER FURTHER THAT Any one Directors of the Company be and are hereby severally authorised to make the necessary entries in the register of directors of the company and to do all such acts, deeds and things as may be require or necessary in this matter for sending the Notice to the shareholders, making submission to Registrar of Companies, and all such authorities in this regard.

RESOLVED FURTHER THAT Any one Directors of the company be and are hereby severally authorised to issue certified copies of the resolution as and when required."

**BY ORDER OF THE BOARD OF DIRECTORS
For, SHRI BALAJI VALVE COMPONENTS LIMITED**

Place: Pune
Date: 02nd September 2025

Sd/-
CS Mrs. Monika R. Pamnani
Company Secretary & Compliance Officer
Membership No: - 61741



Notes

1. Pursuant to the General Circular No. 09/2024 dated September 19, 2024, issued by the Ministry of Corporate Affairs (MCA) and the circular issued by SEBI vide circular no. SEBI/ HO/ CFD/ CFDPoD-2/ P/ CIR/ 2024/ 133 dated October 3, 2024 ("SEBI Circular") and other applicable circulars and notifications issued (including any statutory modifications or re-enactment thereof for the time being in force and as amended from time to time, companies are allowed to hold EGM/AGM through Video Conferencing (VC) or other audio visual means (OAVM), without the physical presence of members at a common venue. In compliance with the said Circulars, EGM/AGM shall be conducted through VC / OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee, and Stakeholders Relationship Committee, Auditors, etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) the Secretarial Standard on General Meetings (SS-2) issued by the ICSI and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs from time to time the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using the remote e-Voting system, as well as e-voting on the date of the AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at <https://www.balajivalvecomponents.com>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013, read with MCA Circular issued from time to time

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

The remote e-voting period begins on Monday, 22, September 2025 at 09:00 A.M. and ends on Wednesday 24, September 2025 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 18/09/2025, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 18/09/2025.

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

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

Step 1: Access to NSDL e-Voting system


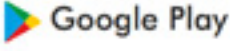


A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

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

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

| Type of shareholders | Login Method |
|---|--|
| Individual Shareholders holding securities in demat mode with NSDL. | 1. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp . You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |
| | 2. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the " Beneficial Owner " icon under " Login " which is available under ' IDeAS ' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on " Access to e-Voting " under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. |
| | 3. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com . Select " Register Online for IDeAS Portal " or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp |



| | |
|--|---|
| | <ol style="list-style-type: none">Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <p>NSDL Mobile App is available on</p> <p> </p> <p> </p> |
| Individual Shareholders holding securities in demat mode with CDSL | <ol style="list-style-type: none">Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers. |

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

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

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

| Login type | Helpdesk details |
|--|--|
| Individual Shareholders holding securities in demat mode with NSDL | Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000 |
| Individual Shareholders holding securities in demat mode with CDSL | Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911 |

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

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

- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
- A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
- Your User ID details are given below :



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

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

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

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

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

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

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

General Guidelines for Shareholders

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

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

- In case shares are held in physical mode, please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@balajivalvecomponents.com.
- In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to cs@balajivalvecomponents.com. If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at **step 1**



(A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.

- Alternatively, shareholders/members may send a request to evoting@nsdl.com for procuring a user ID and password for e-voting by providing above mentioned documents.
- In terms of the SEBI circular dated December 9, 2020, on the e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access the e-Voting facility.

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

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

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

- Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see the link of "VC/OAVM" placed under the **"Join meeting"** menu against the company name. You are requested to click on the VC/OAVM link placed under the Join Meeting menu. The link for VC/OAVM will be available in the Shareholder/Member login, where the EVEN of the Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last last-minute rush.
- Members are encouraged to join the Meeting through Laptops for a better experience.
- Further, Members will be required to allow Camera and use the Internet with a good speed to avoid any disturbance during the meeting.
- Please note that Participants Connecting from Mobile Devices or Tablets or through a Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use a Stable Wi-Fi or LAN Connection to mitigate any of the aforementioned glitches.
- Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name, demat account number/folio number, email id, and mobile number at cs@balajivalvecomponents.com. The same will be replied to by the company suitably.
- Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered e-mail address, mentioning their name, DP ID, and client ID/ folio number, PAN, and mobile number at cs@balajivalvecomponents.com at least two days prior to the meeting. Those members who have registered themselves as speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

BY ORDER OF THE BOARD OF DIRECTORS
For, SHRI BALAJI VALVE COMPONENTS LIMITED

Place: Pune
Date: 02nd September 2025

Sd/-
CS Mrs. Monika R. Pamnani
Company Secretary & Compliance Officer
Membership No: - 61741

Explanatory Statement pursuant to the Section 102(1) of the Companies Act, 2013

Item No 3:

Pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Third Amendment) Regulations, 2024, on the basis of recommendation of Board of Directors, a listed company is required to appoint / re appoint an individual as Secretarial Auditor for not more than one term of five consecutive years; or a Secretarial Audit firm as Secretarial Auditor for not more than two terms of five consecutive years, with the approval of the shareholders in annual general meeting. In view of the above, on the basis of recommendations of the Audit Committee, the Board of Directors at its meeting held on 26th August 2025 have appointed M/S. CZ & ASSOCIATES LLP, Practicing Company Secretaries Firm at Pune (Firm Registration No. L2025MH133100) as the Secretarial Auditor of the Company to conduct secretarial audit for a period of five consecutive years from FY 2025-26 to FY 2029-30. The appointment is subject to the approval of the Members of the Company. While recommending M/S. CZ & ASSOCIATES LLP, for appointment, the Audit Committee and the Board considered the past relevant audit experience, office infrastructure, manpower strength, and overall profile of the firm. Pursuant to Regulation 36(5) of SEBI Listing Regulations as amended, the credentials and terms of appointment of M/S. CZ & ASSOCIATES LLP are as under:

M/S. CZ & Associates LLP is a professional services firm specializing in company secretarial and corporate compliance services. Previously operating as **Chirag Chawra & Co.**, the practice has been reconstituted as a Limited Liability Partnership with the addition of a strategic partner.

M/S. CZ & ASSOCIATES LLP is a well-known firm of Practicing Company Secretaries based in Pune(PCMC). Renowned for its commitment to quality and precision, the firm has been peer-reviewed by the Institute of Company Secretaries of India (ICSI), ensuring the highest standards in professional practices.

M/s. CZ & ASSOCIATES LLP has a team of seven, including two members, trainees and staff and focuses on providing comprehensive professional services in corporate law, SEBI regulations, FEMA compliance, and allied fields, delivering strategic solutions to ensure regulatory adherence and operational efficiency.

The firm provides its services to various prominent companies, and its expertise has earned the trust of industry leaders across sectors.

None of the Directors and/or Key Managerial Personnel of the Company or their relatives is in any way concerned or interested, financially or otherwise, as set out in Item No. 3 of the Notice.

The Board accordingly recommends Ordinary Resolution as set out in Item No. 3 of the Notice for approval by the Shareholders

Item No 4:

It is proposed to re-appoint Mr. Shrinivas Laxmikant Kole as Wholetime Director. His current appointment as a Whole-time Director of the Company is up to July 30, 2026. The Board of Directors at its Meeting held on August 26, 2025 has, subject to the approval of members, re-appointed Mr. Shrinivas Laxmikant Kole as Wholetime Director of the Company for a period of 5 (five) years commencing from July 31, 2026 in accordance with the provisions of Sections 196, 197 and 203 and Schedule V of the Act. The Act also requires approval of the members of the Company for the said appointment and remuneration.

The profile of Mr. Shrinivas Laxmikant Kole as required under the SEBI Listing Regulations and SS-2, issued by the Institute of Company Secretaries of India, has been provided elsewhere in this Notice.

The terms of appointment of Mr. Shrinivas Laxmikant Kole are as under:

- Period of Appointment: July 31, 2026, to July 30, 2031.
- Remuneration:
 - Salary and Personal Allowance:



Basic Salary and Personal Allowance payable to Mr. Shrinivas Laxmikant Kole shall be subject to a maximum limit of Rs. 5,00,000/- (Rupees Five Lakh Only) per month, as may be determined by the Board from time to time.

2. Perquisites:

In addition to salary and personal allowance as above, Mr. Shrinivas Laxmikant Kole will be entitled to perquisites including House Rent Allowance (or Company owned/leased accommodation in lieu thereof as per Company's rules), medical reimbursement, bonus, credit card and annual club membership fees, medical/accident insurance, servants, other benefits as per the rules of the Company and such perquisites as may be recommended by the NRC and approved by the Board of Directors from time to time.

3. Reimbursement of expenses incurred for travelling, boarding, and lodging, including for spouse and attendant(s) during business trip(s), provision of car for use on the Company's Business, telephone expenses at residence, and club membership shall be reimbursed and not considered as perquisites.
4. It is clarified that employees stock options granted / to be granted to Mr. Shrinivas Laxmikant Kole, from time to time, shall not be considered as a part of perquisites given above, and that the perquisite value of stock options exercised shall be in addition to the remuneration above.
5. Mr. Shrinivas Laxmikant Kole will be entitled to a performance-based incentive as may be recommended by the NRC and approved by the Board of Directors every financial year.
6. Company's contribution to Provident Fund, Superannuation or annuity Fund, Gratuity and Encashment of Leave as per the rules of the Company shall be in addition to the remuneration mentioned above.
7. The Nomination and Remuneration Committee of the Board of Directors may, at its discretion, pay to Mr. Shrinivas Laxmikant Kole any remuneration within the limits here in stipulated above and revise or restructure the same from time to time, within these limits. The valuation of perquisites will be done at cost to the Company.
8. The total remuneration shall be restricted to the limits as prescribed in Section 197 read with Schedule V of the Companies Act, 2013.
9. For purposes of leave accumulation, gratuity, provident fund, superannuation, and other benefits, the services of Mr. Shrinivas Laxmikant Kole will be considered as continuous, and this re-appointment, including the re-appointment on account of retirement or rotation, will not be considered as any break in service.
10. In the event of loss or inadequacy of profits, the aforesaid remuneration will be paid as minimum remuneration in accordance with provisions of Schedule V of the Companies Act, 2013, and subject to applicable laws and such sanctions and approvals as may be required.

Other Terms

- a. The Whole-time Director shall be entitled to compensation for loss of office as provided in Section 202 of the Companies Act, 2013.
- b. No sitting fees shall be paid to the Whole-time Director for attending meetings of the Board of Directors or any Committee of the Board.
- c. The contract of appointment of Mr. Shrinivas Laxmikant Kole is terminable by either the Board of Directors or by Mr. Shrinivas Laxmikant Kole, giving 90 days' notice in writing.
- d. In order to comply with the provision of Section 152 regarding the number of Directors liable to retire by rotation, Mr. Shrinivas Laxmikant Kole will be considered to be liable to retire by rotation.
- e. The Whole-time Director will perform his duties as such with regard to all work of the Company and he will

manage and attend to such business and carry out the orders and directions given by the Board from time to time in all respects and conform to and comply with all such directions and regulations as may from time to time be given and made by the Board.

- f. The Whole-time Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of Directors.
- g. The Whole-time Director shall adhere to the Company's Code of Business Conduct & Ethics for Directors and Management Personnel.

Mr. Shrinivas Laxmikant Kole satisfies all the conditions set out in Part I of Schedule V to the Act as also the conditions set out under sub-section (3) of Section 196 of the Act for being eligible for his re-appointment. He is not disqualified from being appointed as Director in terms of Section 164 of the Act. Mr. Shrinivas Laxmikant Kole has been instrumental for the growth of the company and is responsible for new market development and new businesses.

In view of the provisions of Sections 196, 197, 203 read with Schedule V and any other applicable provisions of the Companies Act, 2013, the Board recommends the Ordinary Resolution set out at item no. 4 of the accompanying Notice for the approval of the Members.

Except for Mr. Laxmikant Sadashiv Kole and Mr. Shrinivas Laxmikant Kole, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the proposed Ordinary Resolution as set out in Item No. 4 of this Notice.

Item No 5:

It is proposed to re-appoint Mr. Laxmikant Sadashiv Kole, Director, as Chairman and Managing Director of the Company. His current appointment as Chairman and Managing Director of the Company is valid up to July 30, 2026. The Board of Directors at its Meeting held on August 26, 2025 has, subject to the approval of members, re-appointed Mr. Laxmikant Sadashiv Kole, Director, as Chairman and Managing Director of the Company for a period of 5 (five) years commencing from July 31, 2026 in accordance with the provisions of Sections 196, 197 and 203 and Schedule V of the Act. The Act also requires approval of the members of the Company for the said appointment and remuneration.

The profile of Mr. Laxmikant Sadashiv Kole as required under the SEBI Listing Regulations and SS-2, issued by the Institute of Company Secretaries of India, has been provided elsewhere in this Notice.

The terms of appointment of Mr. Laxmikant Sadashiv Kole are as under:

I. Period of Appointment: July 31, 2026, to July 30, 2031.

II. Remuneration:

Salary and Personal Allowance:

Basic Salary and Personal Allowance payable to Mr. Laxmikant Sadashiv Kole shall be subject to a maximum limit of Rs. 5,00,000/- (Rupees Five Lakh Only) per Month, as may be determined by the Board from time to time. And Life insurance Premium and Health Insurance premium on an annual basis and other allowances, which shall form part of remuneration paid to the Managing Director, subject to overall limit as given above.

III. Termination:

Appointment may be terminated by either party by giving to the other party three months' notice.

IV. The Appointment of Managing Director shall not be liable to retire by rotation.

Minimum Remuneration: In case in any financial year during the currency of the tenure of the Managing Director, the Company has no profits or the profits are inadequate, the Company shall, subject to the approval of the Central Government, wherever required if any, and the provision of section 197, 198, and 203 read with and subject to the condition and limits specified in the schedule V and other applicable provision, if any, of the Companies Act 2013, (including any statutory modification or re-enactment(s) pay to the Managing Director basic salary as provided above.



Responsibility:

1. Look after the administration and operational work in the company.
2. Ensure compliance with all the applicable present and future Acts, Rules, Regulation, Guidelines, Circulars, Notification, Orders and other Directives as may be issued by the competent authorities in this regard from time to time including but not restricted to Corporate Laws, Industrial Laws, Labour Laws, Pollution Control Laws, and any other Law etc.' and
3. Obtain various registration(s) and their renewal(s) with jurisdictional statutory and other authorities; and
4. To get prepared and submitted various Returns, Forms, Letters, Correspondences, reply to Show Cause Notices/ Letters and other documents, money/ies etc. and obtaining and issuing receipts/ acknowledgements thereof; and
5. To get prepared and maintained statutory registers and records; and
6. Institute and defend legal cases filed by or against the company, including settlement thereof or to prefer an appeal at appropriate forums or submission thereof to an alternate dispute resolution mechanism. and
7. To do all acts, deeds and things as are required from time to time for installation, erection, operation, maintenance, up-gradation, and disposal of new/ existing/ obsolete / damaged / worn out/abandoned plant and machinery (including any part thereof), tools and equipment's, safety equipment's, pollution control equipment's; and
8. To do all acts, deeds and things as are required from time to time for providing and ensuring safety and welfare of workmen, employees, government officers and such other person who may visit the company premises for any purpose whatsoever, by providing requisite safety equipment's information, access, guidance, instruction, training, monitoring, and ensure maintenance of safe working conditions, at the office/site and other premises belonging to the company; and
9. To ensure Management, Human Resources and Industrial Relations; and
10. Procure raw materials and its transportation to the factory/site, whether by road or through railways or any other mode; and
11. Maintenance of adequate Insurance cover against accidental or other loss or damage to plant & machineries, buildings, sheds, civil and mechanical constructions, equipment, motor vehicles and other assets; and
12. Maintenance of adequate Insurance cover against accident, injury, death or disablement caused to any persons or employees in connection with employment or any other work or assignment and to do such other acts and deeds as may be required for the smooth functioning of the business and operation of the company.
13. The level and composition of remuneration is reasonable and sufficient to attract, retain, and motivate directors of the quality required to run the Company successfully.
14. The relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
15. Remuneration to directors, key managerial personnel, and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
16. Except for Mr. Laxmikant Sadashiv Kole and Mr. Shrinivas Laxmikant Kole, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the proposed Ordinary Resolution as set out in Item No. 5 of this Notice

It is to be noted that this resolution does not relate to or affect any other Company.

The Board recommends the passing of this resolution by way of Ordinary Resolution.

Annexure to the Notice

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

| Sr. No. | Particulars | Details |
|---------|---|--|
| 1. | Reason for change viz. Appointment. | Appointment of M/S.CZ & ASSOCIATES LLP, Peer Reviewed Firm of Company Secretaries in Practice (Firm registration number: L2025MH133100), as Secretarial Auditors of the Company. |
| 2. | Date of appointment & term of appointment | The Board at its meeting held on August 26, 2025, approved the appointment of M/S. CZ & ASSOCIATES LLP as Secretarial Auditors, for an audit period of five consecutive years commencing from FY 2025-26 till FY 2029-2030, subject to approval of the Members at the ensuing AGM. |
| 3. | Brief Profile | <p>Brief Profile of M/S. CZ & ASSOCIATES LLP, Peer Reviewed Firm of Company Secretaries in Practice:</p> <p>M/S. CZ & Associates LLP is a professional services firm specializing in company secretarial and corporate compliance services. Previously operating as Chirag Chawra & Co, the practice has been reconstituted as a Limited Liability Partnership with the addition of a strategic partner.</p> <p>M/S. CZ & ASSOCIATES LLP is a well-known firm of Practicing Company Secretaries based in Pune. Renowned for its commitment to quality and precision, the firm has been Peer Reviewed by the Institute of Company Secretaries of India (ICSI), ensuring the highest standards in professional practices.</p> <p>M/s. CZ & ASSOCIATES LLP has a team of 2 members including and focused on providing comprehensive professional services in corporate law, SEBI regulations, FEMA compliance, and allied fields, delivering strategic solutions to ensure regulatory adherence and operational efficiency.</p> <p>The firm provides its services to various prominent companies, and their expertise has earned the trust of industry leaders across sectors.</p> |
| 4 | Disclosure of relationships between Directors (in case of appointment of a Director). | Not Applicable |



DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

Details with respect to the re-appointment of MR. SHRINIVAS LAXMIKANT KOLE as the Whole Time Director and CFO of the Company under Regulation 30(6) read with Para A(7) of Part A of Schedule III of the Listing Regulations and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13 July 2023.

| Sr No. | Particulars | Description |
|--------|---|---|
| 1 | Reason for change viz. re-appointment | The Board of Directors has at their meeting held on Monday, 26 th August 2025, basis recommendation of the Nomination and Remuneration Committee, approved the re-appointment of Mr. Shrinivas Laxmikant Kole (DIN: 10119216), as the Whole Time Director of the Company, liable to retire by rotation, for a period of 5 (Five) years with effect 31st July 2026 to 30th July 2031 (both days inclusive), subject to approval of the shareholders of the Company at the ensuing 14 th Annual General Meeting of the Company. |
| 2 | Date of re-appointment/-and term of re-appointment | Date of Re-Appointment – 31st July 2026 Term - 5 Years commencing from 31st July 2026 to 30th July 2031 (both days inclusive) |
| 3 | Brief Profile (in case of appointment) | Mr. Shrinivas Laxmikant Kole, aged 31 years, is the Promoter, Whole Time Director of our Company. He was originally appointed to the board on May 15 2023, as an Additional Director. Further, he was re-designated as Whole Time Director and CFO of the Company w.e.f. July 31, 2023, and 24 th July 2023 respectively. Experience: 6 Years Qualification: BA (Hons.) in Business Studies with entrepreneurship |
| 4 | Disclosure of relationships between directors (in case of appointment of a director) | Son of MD and Chairman of the company |
| 5 | Information as required pursuant to BSE Circular with ref. no. LIST/COMP/14/2018-19 and the National Stock Exchange of India Limited Circular with ref. no. NSE/CML/2018/ 24, both dated 20 June 2018 | Mr. Shrinivas Laxmikant Kole is not debarred from holding the office of director by virtue of any SEBI order or any other such authority. |

Annexure to the Notice

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING

Details with respect to the re-appointment of **MR. LAXMIKANT SADASHIV KOLE** as the Chairman and Managing Director of the Company under Regulation 30(6) read with Para A(7) of Part A of Schedule III of the Listing Regulations and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13 July 2023

| Sr No. | Particulars | Description |
|--------|---|--|
| 1 | Reason for change viz. re-appointment | The Board of Directors has at their meeting held on Monday, 26 th August 2025, basis recommendation of the Nomination and Remuneration Committee, approved the re-appointment of Mr. Laxmikant Sadashiv Kole (DIN: 5110323), as the Chairman and Managing Director of the Company, not liable to retire by rotation, for a period of 5 (Five) years with effect 31 st July 2026 to 30 th July 2031 (both days inclusive), subject to approval of the shareholders of the Company at the ensuing 14 th Annual General Meeting of the Company. |
| 2 | Date of re-appointmentand term re-appointment | Date of Re-appointment – 31 st July 2026 Term - 5 Years commencing from 31 st July 2026 to 30 th July 2031 (both days inclusive) |
| 3 | Brief Profile (in case of appointment) | Mr. Laxmikant Sadashiv Kole, aged 59 years, is the Promoter, Chairman, and Managing Director of our Company. He was originally appointed to the board on November 17, 2011 as a Director of the company. Further, he was re-designated as Chairman and Managing Director of the Company w.e.f. July 31, 2023. He has a total work experience of around 32 years in the valve components industry. Qualification: Diploma in Mechanical Engineering |
| 4 | Disclosure of relationships between directors (in case of appointment of a director) | Mr. Laxmikant Sadashiv Kole is related to the Director of the Company as follows; ➤ Shrinivas Laxmikant Kole is the son of Laxmikant Kole ➤ Madhuri Laxmikant Kole is the wife of Laxmikant Kole |
| 5 | Information as required pursuant to BSE Circular with ref. no. LIST/COMP/14/2018-19 and the National Stock Exchange of India Limited Circular with ref. no. NSE/CML/2018/ 24, both dated 20 June 2018 | Mr. Laxmikant Sadashiv Kole is not debarred from holding the office of director by virtue of any SEBI order or any other such authority. |



BOARD'S REPORT

Dear Members

Your directors are pleased to present the Fourteenth Annual Report of the Company covering the operating and financial performance together with the Audited Financial Statements and the Auditors' Report thereon for the Financial Year ended on March 31, 2025.

1. FINANCIAL PERFORMANCE:

Key highlights of consolidated and standalone financial performance for the year ended March 31, 2025, is summarised as under

(Amount in Lakh)

| Particulars | Standalone Financial Statement Year ended | |
|--|---|----------------|
| | March 31, 2025 | March 31, 2024 |
| Income: | | |
| Revenue from Operations | 8100.71 | 8255.98 |
| Other Income | 135.13 | 51.69 |
| Total Income | 8235.84 | 8307.67 |
| Total Expenses | 7354.93 | 7191.01 |
| Profit Before Interest, Depreciation & Taxation | 1406.81 | 1479.12 |
| Less: Interest and Finance Charges (net) | 156.64 | 153.31 |
| Less: Depreciation | 368.82 | 209.15 |
| Profit Before Tax | 881.35 | 1121.76 |
| Add / (Less) Prior Period Adjustment- Income Tax | - | - |
| Add / (Less): current tax | 180.48 | 339.10 |
| Add / (Less): MAT Credit Entitlement | - | - |
| Add / (Less) : Deferred tax | 50.39 | (49.90) |
| Add / (Less):- Excess/Short Provision Written back/off | 0.03 | - |
| Profit After Tax | 650.45 | 832.56 |
| Less: Proposed Dividend / Interim Dividend including tax on dividend | - | - |
| Profit for the year | 650.45 | 832.56 |

2. STATE OF COMPANY AFFAIRS AND FUTURE OUTLOOK:

During the year under review, the company has made Revenue from Operations of **Rs. 8100.71 Lakhs** and **Net Profit after Tax of Rs. 650.45 Lakhs**. The Board of Directors of your Company is optimistic about the future prospects of the Company. Your directors are of the view that the progressive growth of the company will continue in the subsequent financial year and are hopeful for bright future prospects. The financial result as reflected in the statement of profit and loss account of the company is self-explanatory.

3. TRANSFER TO RESERVES

The Board has decided to transfer **Rs. 650.45 Lakhs** Net Profit to the Reserves for the year underreview.

4. DIVIDEND

The Board of Directors of your company, after considering holistically the relevant circumstances and keeping in view the company's dividend distribution policy, has decided it would be prudent not to recommend any Dividend for the year ended on 31st March, 2025, and the entire surplus be ploughed back into the reserve of the company.

5. SHARE CAPITAL

During the year under review, there were no changes in the share capital of the company. The details of the share capital of the company are as follows:

I. Authorised Share Capital:

The Authorised Share Capital of the Company as on March 31, 2025, was Rs. 8,50,00,000 divided into 85,00,000 Equity Shares of Re. 10 each.

II. Paid Up Share Capital:

As on March 31, 2025, the Issued and Paid-up Share Capital of the Company stood at Rs.8,16,00,000/- divided into 81,60,000 fully paid-up equity shares of face value of Re. 10/- per share.

6. DETAILS OF UTILISATION OF FUNDS & STATEMENT OF DEVIATION(S) OR VARIATION(S)

Pursuant to Regulation 32 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations/LODR'), there was no deviation/variation in the utilization of proceeds as mentioned in the Prospectus.

7. CHANGES IN NATURE OF BUSINESS:

During the year under review, there has been no change in the nature of the business of the Company.

8. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION:

There have been no material changes or commitments that have affected the financial position of the Company between the close of FY 2024-25 and the date of this report.

9. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

Pursuant to the Section 124 applicable provisions of the Companies Act, 2013, read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), all the unpaid or unclaimed dividends are required to be transferred to the IEPF established by the Central Government, upon completion of seven (7) years.

Further, according to the Investor Education & Protection Fund ("IEPF") Rules, the shares in respect of which a dividend has not been paid or claimed by the Shareholders for seven (7) consecutive years or more shall also be transferred to the Demat account created by the IEPF Authority.

Your Company does not have any unpaid or unclaimed dividends or shares relating thereto which is required to be transferred to the IEPF as on the date of this Report.



10. DEPOSITS:

During the year, the Company has not accepted or renewed any deposits from the public in terms of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder. Hence, information regarding outstanding deposits is not required.

11. SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANY:

There are no subsidiaries, associates or joint venture companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act").

12. DETAILS OF CHANGE IN COMPOSITION OF DIRECTORS OR KEY MANAGERIAL PERSONNEL:

• Constitution of Board:

The Board of the Company comprises Executive, Non-Executive, and Independent Directors. In terms of Section 149 of the Companies Act, 2013, and rules made thereunder and Listing Regulations, the Company has two Non-Promoter Non-Executive Independent Directors. In the opinion of the Board of Directors, both Independent Directors of the Company meet all the criteria mandated by Section 149 of the Companies Act, 2013, and rules made thereunder and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and they are Independent of Management.

A separate meeting of Independent Directors was held on May 24, 2025 to review the performance of Non-Independent Directors and the Board as a whole and the performance of the Chairperson of the Company including the assessment of quality, quantity and timeliness of flow of information between Company management and Board that is necessary for the board of directors to effectively and reasonably perform their duties.

The terms and conditions of appointment of Independent Directors and the Code for Independent Directors are incorporated on the website of the Company.

The Company has received a declaration from the Independent Directors of the Company under Section 149(7) of the Companies Act, 2013 and 16(1)(b) of the Listing Regulations confirming that they meet the criteria of Independence as per relevant provisions of the Companies Act, 2013 for the financial year 2024-25. The Board of Directors of the Company has taken on record the said declarations and confirmation as submitted by the Independent Directors after undertaking due assessment of the veracity of the same. In the opinion of the Board, they fulfill the conditions for Independent Directors and are independent of the Management. All the Independent Directors have confirmed that they are in compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014, with respect to registration with the data bank of Independent Directors maintained by the Indian Institute of Corporate Affairs.

None of the Independent Directors has resigned during the year

• Cessation

During the year under review, there was no cessation from Directorship.

• Key Managerial Personnel

| Sr. No | Name of Key Managerial Personnel | Designation |
|--------|----------------------------------|--|
| 1. | Laxmikant Sadashiv Kole | Chairman & Managing Director |
| 2. | Shrinivas Laxmikant Kole | Whole Time Director & CFO |
| 3. | Monika R. Pamnani | Company Secretary and Compliance Officer |

13. DECLARATION BY INDEPENDENT DIRECTORS

The Company has received declaration pursuant to Section 149(7) of the Companies Act, 2013 from each of its Non-Executive and Independent Directors to the effect that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013, Regulation 16(1) (b) and Regulation 25 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as "Listing Regulations"). These declarations have been placed before and noted by the Board.

14. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state

- That in the preparation of Annual Accounts, the mandatory Accounting Standards have been followed along with proper explanation relating to material departures.
- That proper accounting policies have been selected and applied consistently; and the judgments and estimates that are made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as on **31st March 2025** and of the **Profit** of the Company for that period.
- That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the Companies Act, 2013, for safeguarding the assets of the company and preventing and detecting fraud and other irregularities.
- That the Annual Accounts have been prepared on a going concern basis.
- That the directors laid down internal financial controls to be followed by the Company, and such internal financial controls are adequate and operating effectively.
- That the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

15. COMPOSITION OF THE BOARD AND VARIOUS COMMITTEES AND THEIR MEETINGS

The Board of Directors, along with its committees, provides leadership and guidance to the Management and directs and supervises the performance of the Company, thereby enhancing stakeholder value.

• BOARD OF DIRECTORS

The Board has a fiduciary relationship in ensuring that the rights of all stakeholders are protected. The Board of Shri Balaji Valve Components Limited comprises Executive (Whole-Time) and Non-Executive Directors. Independent Directors are eminent persons with proven records in diverse areas like business, accounting, finance, economics, administration, etc. The composition of the Board of Directors represents an optimal mix of professionalism, qualification, knowledge, skill sets, track record, integrity, expertise and diversity.

The Board of Directors, as of March 31, 2025, comprised 5 Directors, out of which 2 were Executive Directors ("ED"), 1 was a Non-Executive Director, and 2 were non-executive ("NEDs") Independent Directors ("IDs").



• **COMPOSITION OF BOARD:**

| S. No. | Name | Category | Designation |
|--------|--------------------------------|---|--------------------------------|
| 1. | Mrs. Madhuri Laxmikant Kole | Non-Executive Director (Women Director) | Director |
| 2. | Mr. Laxmikant Sadashiv Kole | Executive Director | Managing Director & Chairman |
| 3. | Mr. Shrinivas Laxmikant Kole | Executive Director | Whole Time Director & CFO(KMP) |
| 4. | Mr. Sanker Parameswaran | Independent Director | Independent Director |
| 5. | Mr. Vasudeo Ganpatdas Gujrathi | Independent Director | Independent Director |

• **BOARD MEETINGS:**

The Board of Directors duly met 5 (Five) times at regular intervals during the mentioned financial year, and in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The intervening gap between the two meetings was within the period prescribed under the Companies Act, 2013. The dates on which meetings were held are as follows:

| S. No. | Date of Meeting | Total Number of directors as on the date of the meeting | Total Number of Directors Attended the meeting | % of attendance |
|--------|-----------------|---|--|-----------------|
| 1. | 07-05-2024 | 5 | 5 | 100 |
| 2. | 30-06-2024 | 5 | 5 | 100 |
| 3. | 23-08-2024 | 5 | 5 | 100 |
| 4. | 09-11-2024 | 5 | 5 | 100 |
| 5. | 06-03-2025 | 5 | 5 | 100 |

• **ANNUAL GENERAL MEETINGS:**

| S. No. | Date of Meeting | Total Number of Members as on the date of meeting | Total Number of Members Attended the meeting | % of attendance |
|--------|-----------------|---|--|-----------------|
| 1. | 14/09/2024 | 1407 | 21 | 1.49% |

• **COMMITTEE MEETINGS:**

| S. No. | Name of Meeting | Date of Meeting | Total Number of members as on the date of meeting | Total Number of members Attended the meeting | % of attendance |
|--------|-----------------|-----------------|---|--|-----------------|
| 1. | AUDIT COMMITTEE | 07-05-2024 | 3 | 3 | 100 |
| 2. | AUDIT COMMITTEE | 23-08-2024 | 3 | 3 | 100 |
| 3. | AUDIT COMMITTEE | 09-11-2024 | 3 | 3 | 100 |
| 4. | AUDIT COMMITTEE | 06-03-2025 | 3 | 3 | 100 |
| 5. | CSR COMMITTEE | 24-03-2025 | 3 | 3 | 100 |
| 6. | SR COMMITTEE | 24-03-2025 | 3 | 3 | 100 |
| 7. | NRC COMMITTEE | 30-06-2024 | 3 | 3 | 100 |
| 8. | NRC COMMITTEE | 23-08-2024 | 3 | 3 | 100 |

COMMITTEES OF THE BOARD:

The Board of Directors has constituted the following Committees, and their details are hereunder:

a) NOMINATION AND REMUNERATION COMMITTEE:

As per provision of section 178, Schedule V and other applicable provisions of the Companies Act, 2013 read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute a Nomination and Remuneration Committee.

Hence, the Board constituted Nomination and Remuneration Committee which consists of Two Independent Directors and One Non-Executive Director as of 31st March, 2025.

The detailed composition of the members of the Nomination and Remuneration Committee at present is given below:

| NOMINATION AND REMUNERATION COMMITTEE | | |
|---------------------------------------|------------------------|-------------|
| Name | Designation | Designation |
| Vasudeo Ganpatdas Gujrathi | Independent Director | Chairman |
| Madhuri Laxmikant Kole | Non-Executive Director | Member |
| Sanker Parameswaran | Independent Director | Member |

In terms of requirements prescribed under Section 178(3) of the Companies Act, 2013, the Nomination and Remuneration Policy inter alia provides the terms for appointment and payment of remuneration to Directors and Key Managerial Personnel.

The Nomination and Remuneration Policy, as adopted by the Board of Directors, is placed on the website of the Company at www.balajivalvecomponents.com

b) AUDIT COMMITTEE:

As per provisions of section 177 and other applicable provisions of the Companies Act, 2013, read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute an Audit Committee. Hence, the Board constituted an Audit Committee which consists of two Independent Directors and One Executive Director as on 31st March, 2025. The detailed composition of the members of the Audit Committee at present is given below:

| AUDIT COMMITTEE MEMBERS | | |
|----------------------------|--------------------------------|-------------|
| Name | Designation | Designation |
| Sanker Parameswaran | Independent Director | Chairman |
| Vasudeo Ganpatdas Gujrathi | Independent Director | Member |
| Laxmikant Sadashiv Kole | Chairman and Managing Director | Member |

c) STAKEHOLDER RELATIONSHIP COMMITTEE:

As per the provision of section 178 sub-section (5) and other applicable provisions of the Companies Act, 2013 read with rule 6 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute a Stakeholder Relationship Committee. Hence, the Board constituted a Stakeholder Relationship Committee which consists of one Independent Director, one Executive, and One Non-Executive Director as on



31st March, 2025. The detailed composition of the members of the Stakeholder Relationship Committee at present is given below:

| STAKEHOLDERS RELATIONSHIP COMMITTEE | | |
|-------------------------------------|------------------------|-------------|
| Name | Designation | Designation |
| Madhuri Laxmikant Kole | Non-Executive Director | Chairman |
| Shrinivas Laxmikant Kole | Whole Time Director | Member |
| Sanker Parameswaran | Independent Director | Member |

d) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

As per the provisions of section 135 sub-section (1) and other applicable provisions of the Companies Act, 2013, read with rules made thereunder of the Companies (Meetings of Board and its Power) Rules, 2014, the Board was required to constitute a Corporate Social Responsibility Committee. Hence, the Board constituted a Corporate Social Responsibility Committee which consists of one Independent Director and two Executive Directors as on 31st March, 2025. The detailed composition of the members of the Stakeholder Relationship Committee at present is given below:

| CORPORATE SOCIAL RESPONSIBILITY COMMITTEE | | |
|---|------------------------------|-------------|
| Name | Designation | Designation |
| Laxmikant Sadashiv Kole | Managing Director & Chairman | Chairman |
| Shrinivas Laxmikant Kole | Whole Time Director & CFO | Member |
| Sanker Parameswaran | Independent Director | Member |

16. DETAIL OF FRAUD REPORTED BY AUDITORS:

During the year under review, there was no fraud reported by the auditors to the Board under section 143(12) of the Companies Act, 2013.

17. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Company has formed a Nomination and Remuneration Committee, which has framed the Nomination and Remuneration Policy. The Committee reviews and recommends to the Board of Directors about remuneration for Directors and Key Managerial Personnel and other employees up to one level below Key Managerial Personnel. The Company does not pay any remuneration to the Non-Executive Directors of the Company other than a sitting fee for attending the Meetings of the Board of Directors and Committees of the Board. Remuneration to Executive Directors is governed under the relevant provisions of the Act and approvals.

The Company has devised the Nomination and Remuneration Policy for the appointment, reappointment and remuneration of Directors and Key managers. All the appointments, reappointments, and remunerations of Directors and Key Managerial Personnel are as per the Company's Nomination and Remuneration Policy. The Nomination and Remuneration Policy is also available on the website of the Company <https://www.balajivalvecomponents.com/investor-details?type=5> in the head of Policies & Code.

The Board of Directors of the Company has laid down a code of conduct for all the Board Members and Senior Management of the Company. The main object of the Code is to set a benchmark for the Company's commitment to values and ethical business conduct and practices. Its purpose is to conduct the business

of the Company in accordance with its value systems, fair and ethical practices, applicable laws, rules and regulations. Further, the Code provides for the highest standard of professional integrity while discharging the duties and promoting and demonstrating professionalism in the Company.

All the Board Members and Senior Management of the Company have affirmed compliance with the code of conduct for the financial year ended on March 31, 2025, as required by Regulation 26(3) of the Listing Regulations. A declaration signed by the Chairman & Managing Director to this effect is attached as a part of this Annual Report in **Annexure I**. The code of conduct is also available on the website of the Company <https://www.balajivalvecomponents.com/investor-details?type=5>

18. POLICY FOR PREVENTION OF INSIDER TRADING

The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 came into effect on May 15, 2015 to put in place a framework for the prohibition of insider trading in securities and to strengthen the legal framework thereof. Pursuant to Regulation 8 of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Company has formulated and adopted the Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information ("Code of Fair Disclosure <https://www.balajivalvecomponents.com/upload/pdf/CODE%20OF%20FAIR%20DISCLOSURE%20UNDER%20UPSI.pdf>

Further, pursuant to Regulation 9 of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, the Company has formulated and adopted the Code of Conduct for Prevention of Insider Trading. The Code lays down guidelines and procedures to be followed and disclosures to be made while dealing with the shares of the Company, and cautioning them of the consequences of non-compliance.

The Company Secretary has been appointed as a Compliance Officer and is responsible for monitoring adherence to the Code. The code of conduct to regulate, monitor and report trading by insiders is also available on the website of the Company <https://www.balajivalvecomponents.com/upload/pdf/CODE%20OF%20FAIR%20DISCLOSURE%20UNDER%20UPSI.pdf>.

19. VIGIL MECHANISM/WHISTLEBLOWER POLICY:

The Company is committed to principles of professional integrity and ethical behaviour in the conduct of its affairs. The Whistle-blower Policy provides for adequate safeguards against victimisation of director(s) / employee(s) who avail of the mechanism and also provides for direct access to the Chairperson of the Audit Committee. It is affirmed that no person has been denied access to the Audit Committee. The Compliance Officer and Audit Committee are mandated to receive the complaints under this policy. The Board on a yearly basis presents an update on the whistleblower policy. Whistleblower policy is available on the website of the Company at [https://www.balajivalvecomponents.com/upload/pdf/POLICY_ON_VIGIL_MECHANISM\[1\].pdf](https://www.balajivalvecomponents.com/upload/pdf/POLICY_ON_VIGIL_MECHANISM[1].pdf)

The Policy ensures complete protection to the whistle-blower and follows a zero-tolerance approach to retaliation or unfair treatment against the whistle-blower and all others who report any concern under this Policy. During the year under review, the Company did not receive any complaint of any fraud, misfeasance etc. The Company's Whistle Blower Policy (Vigil Mechanism) has also been amended to make employees aware of the existence of policies and procedures for inquiry in case of leakage of Unpublished Price Sensitive Information to enable them to report on leakages, if any, of such information.

20. BOARD EVALUATION

The Board evaluated the effectiveness of its functioning, that of the Committees and of individual Directors, pursuant to the provisions of the Act and SEBI Listing Regulations.



The Board sought the feedback of Directors on various parameters, including:

- Degree of fulfilment of key responsibilities towards stakeholders (by way of monitoring corporate governance practices, participation in long-term strategic planning, etc.);
- Structure, composition, and role clarity of the Board and Committees;
- Extent of co-ordination and cohesiveness between the Board and its Committees;
- Effectiveness of the deliberations and process management;
- Board/Committee culture and dynamics; and
- Quality of the relationship between Board Members and the Management

The evaluation frameworks were the following key areas:

1. For Non-Executive & Independent Directors:

- Knowledge
- Professional Conduct
- Comply with Secretarial Standards issued by ICSI Duties,
- Role and functions

2. For Executive Directors:

- Performance as a leader
- Evaluating Business Opportunities and analysis of Risk Reward Scenarios
- Key set investment goal
- Professional conduct and integrity
- Sharing of information with the Board.
- Adherence to applicable government law

21. RISK MANAGEMENT POLICY

The Company is aware of the risks associated with the business. It regularly analyses and takes corrective actions for managing/mitigating the same.

The Company has framed a formal Risk Management Policy for risk assessment and risk minimization which is periodically reviewed to ensure smooth operation and effective management control, which is also available on our website <https://www.balajivalvecomponents.com/upload/pdf/POLICY%20ON%20ROLES%20AND%20RESPONSIBILITIES%20OF%20AUDIT%20COMMITTEE.pdf> The Audit Committee also reviews the adequacy of the risk management framework of the Company, the key risks associated with the business and measure and steps in place to minimize the same.

22. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

Your Company provides equal opportunities and is committed to creating a healthy working environment that enables our Minds to work with equality and without fear of discrimination, prejudice, gender bias or any form of harassment at the workplace. Your Company has in place a Prevention of Sexual Harassment (POSH) policy in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 which is also available on our website <https://www.balajivalvecomponents.com/investor-details?type=5>

Further, your company has set up an Internal Complaint Committee ("ICC") at the corporate office. ICC has equal representation of men and women and is chaired by senior women employees of the HR Department of the Company.

The composition of the internal complaint committee is as follows:

| Sr. No. | Name Of The Member | Designation |
|---------|--------------------------|--------------------------------|
| 1 | Madhuri Laxmikant Kole | Director |
| 2 | Shrinivas Laxmikant Kole | Whole Time Director & CFO |
| 3 | Sakshi Shrinivas Kole | Business Development Executive |
| 4 | Ganesh Ranpise | Manager (Finance And Accounts) |
| 5 | Balaji Kalidas Dhawale | HR Executive |

23. AUDITORS:

i. STATUTORY AUDITORS:

As recommended by the Audit Committee Meeting held on 23rd August 2024, the Company board of directors of the company has approved the Reappointment of M/s Kishor Gujar & Associates, Chartered Accountants, Pune, having Firm Registration No. FRN-116747W, for the term of the Five Financial years from the conclusion of the 13th Annual General Meeting till the conclusion of the 18th Annual General Meeting.

The Company reappointed M/s Kishor Gujar & Associates, Chartered Accountants, Pune, having Firm Registration No. FRN-116747W as the Statutory Auditors for the term of five (5) financial years.

The Auditors' Report for the financial year ended on March 31, 2025, has been provided in "Financial Statements" forming part of this Annual Report.

The report of the Statutory Auditor does not contain any qualification, reservation, adverse remark, or disclaimer. The observations made in the Auditor's Report are self-explanatory and therefore do not call for any further comments.

ii. INTERNAL AUDITORS:

M/s JSG And Company Accountants_(FRN: 135589W) has been appointed as an Internal Auditor of the company on Tuesday, 07th Day of May, 2024, for FY 2023-24 and 2024-25. Internal Auditor is appointed by the Board of Directors of the Company on a yearly basis and based on the recommendation of the Audit Committee. The Internal Auditor reports their findings on the Internal Audit of the Company to the Audit Committee on a half-yearly basis. The scope of the internal audit is approved by the Audit Committee.

iii. SECRETARIAL AUDITOR:

Pursuant to Section 204 of the Companies Act, 2013, and rules made thereunder, the Company has appointed M/s. Chirag Chawra & Co., Practicing Company Secretaries as Secretarial Auditor of the Company for the financial year ended on March 31, 2025. The Secretarial Audit Report in Form MR-3 for the financial year ended on March 31, 2025, is attached to the Director's Report and forms part of this Annual Report. **(Annexure-II)**

The report of the Secretarial auditor does not contain any qualification, reservation, adverse remark or disclaimer.



24. DIRECTORS' RESPONSE ON AUDITORS' QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMER MADE

There is no qualification or Disclaimer of Opinion in the Auditor's Report on the Financial Statements to the shareholders of the Company made by the Statutory Auditors in their audit.

25. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has articulated proper systems to ensure compliance with Secretarial Standards issued by The Institute of Company Secretaries of India and its provisions, and is in compliance with the same.

26. ANNUAL RETURN

In accordance with Sections 134(3)(a) & 92(3) of the Companies Act, 2013, read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the annual return in Form No.MGT-7 for the financial year 2024-25 will be available on the website of the Company (www.balajivalvecomponents.com). The due date for filing Annual Returns for the financial year 2024- 25 is within a period of sixty days from the date of the annual general meeting. Accordingly, the Company shall file the same with the Ministry of Corporate Affairs within the prescribed time, and a copy of the same shall be made available on the website of the Company (www.balajivalvecomponents.com) as is required in terms of Section 92(3) of the Companies Act, 2013.

27. CORPORATE GOVERNANCE:

As per Regulation 15 (Listing Obligations and Disclosure Requirements) Regulations, 2015 applicability of Corporate Governance shall not be mandatory for companies listed on the SME Platform. Since our company has registered on the SME platform of the BSE, the requirement of Corporate Governance does not apply to us.

28. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report, as required under Regulation 34(2)(e) read with Schedule V Part B of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations, 2015"), is annexed herewith as **Annexure III**.

29. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The details of loans/guarantees/ investments (if any) made by the Company under Section 186 of the Companies Act, 2013, have been disclosed in the Financial Statement.

30. LOANS FROM DIRECTOR/ RELATIVE OF DIRECTOR

The balances of monies accepted by the Company from Directors/ relatives of Directors at the beginning of the year and at the close of the year have been disclosed in the Financial Statement.

The Funds have been given out of the Directors' own Funds and are not being given out of funds acquired by borrowing from others

31. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions entered into by the Company during the financial year with related parties were in the ordinary course of business, and as per the information furnished by the management, all

transactions are on an arm's length basis. Details of contracts or arrangements, or transactions made with related parties, are provided in AOC-2. Please see **Annexure IV**

32. CORPORATE SOCIAL RESPONSIBILITY

Pursuant to section 135 of the Companies Act, 2013 read with Rule 5 of the Corporate Social Responsibility Rules, 2014 and any other applicable provisions thereof (Including any statutory modification(s) or re-enactment thereof for the time being in force) as amended from time to time, and as per the company CSR policy approved by the Board of Director and as recommended by the Corporate Social Responsibility Committee consent of the Board of Directors be and is hereby accorded to approve the Contribution for the Financial Year 2024-25 of Rs.14,75,000 (Rupees Fourteen Lakh Seventy-Five Thousand) as the CSR Expenditure.

CSR Expenditure for the financial year 2024-25 was spent by the company on the following entity, which is engaged in the CSR Activity, i.e., providing education facilities with the purpose of achieving their objective to impart quality education to the students.

Details of the entity.

| Sr. No. | Name | PAN No | CSR Reg, No. | Amount Rs. |
|---------|--|------------|--------------|------------|
| 1 | MAHARSHTRA AARYA VAISHA MAHASABHA NANDED | AAIAM3816B | CSR00044458 | 8,00,000 |
| 2 | MAHARSHI VEDVYAS PRATISHTHAN | AAATM1606J | CSR00002814 | 3,00,000 |
| 3 | NAISARGIK SHIKSHAN SAANSHODHAN VA PRASHIK-SHAN SANSTHA | AABTN3937G | CSR00014620. | 1,00,000 |
| 4 | BVP SOUTH PUNE (PARTVATI SECTION) CHARTABLE TRUST | AADTB2710P | CSR00035292 | 2,75,000 |
| | | Total | | 14,75,000 |

33. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for the orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of fraud and errors, adequacy and completeness of accounting records, and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.

34. PARTICULARS OF EMPLOYEES:

The information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are as follows:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the Company and the percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer and Company Secretary in the financial year:



| Name | Ratio to median remuneration | % increase in remuneration in the financial year |
|------------------------------|------------------------------|--|
| Executive Director | | |
| MR. LAXMIKANT SADASHIV KOLE | 7.5157 | NA |
| MR. SHRINIVAS LAXMIKANT KOLE | 5.0104 | NA |
| Company Secretary | | |
| CS MONIKA PAMNANI | 1.00 | NA |

- The percentage increase in the median remuneration of employees in the financial year: 12.39
- The number of permanent employees on the rolls of the Company: -177
- Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and their comparison with the percentile increase in the managerial remuneration and justification thereof, and point out if there are any exceptional circumstances for an increase in the managerial remuneration.
- Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms that the remuneration is as per the remuneration policy of the Company. The information pursuant to Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is not applicable to the company as no employee is in receipt of remuneration exceeding Rs. 8,50,000/- per month or Rs. 1,02,00,000/- per annum.

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

1.1 Conservation of Energy:

The steps taken or impact on the conservation of energy: -

- The company is putting continuous efforts to reduce the consumption of energy and achieve maximum possible saving of energy.
- The steps taken by the company for utilizing alternate sources of energy: - The Company has used alternate sources of energy, whenever and to the extent possible.
- The capital investment on energy conservation equipment: NIL

1.2 Technology Absorption:

- The effort made towards technology absorption: -No specific activities have been done by the Company.
- The benefits derived, like product improvement, cost reduction, product development or import substitution: -No specific activity has been done by the Company.
- In case of imported technology (imported during the last three years reckoned from the beginning of the financial year: N.A.
- The expenditure incurred on Research & Development: NIL

1.3 Foreign Exchange Earnings and Outgo:

Further, the details of foreign exchange earnings or outgoings during the year under review as required in accordance with the provisions of section 134 (m) of the Companies Act, 2013, are as follows:

Foreign Exchange Earning:- Rs. 23,16,40,980.11

Foreign Exchange Outgo:- Rs. 38,00,429

36. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

During the year under review, there were no significant and/or material orders passed by any Court or Regulator or Tribunal, which may impact the going concern status or the Company's operations in future.

37. INDUSTRIAL RELATIONS:

The company has maintained good industrial relations on all fronts. Your directors wish to place on record their appreciation for the honest and efficient services rendered by the employees of the company.

38. BUSINESS RESPONSIBILITY REPORT

Pursuant to Regulation 34(2)(f) of the Listing Regulations, the Business Responsibility Report is to be given only by the top 1000 listed companies based on market capitalization; therefore, the same does not apply to the Company as of March 31, 2024.

39. MAINTENANCE OF COST RECORD

The Cost audit, as specified by the Central Government under section 148 of the Companies Act, 2013, read with the Companies (Cost Records and Audit) Amendment Rules, 2014, does not apply to the company. However, the maintenance of cost records is applicable as the turnover of the relevant HSN code is more than the prescribed limit. And your company is maintaining the cost record as per the applicable rules. The company had obtained the Certificate from the cost auditor with respect to maintaining the cost audit records.

40. DEMATERIALISATION OF SHARES:

The Demat activation number allotted to the Company is ISIN INE0RNZ01014. The shares of your Company are being traded in electronic form, and the Company has established connectivity with both the depositories, i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

41. INSOLVENCY AND BANKRUPTCY CODE



There is no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year. The details of the difference between the amount of the valuation done at the time of one-time settlement and the valuation done while taking a loan from the Banks or Financial Institutions, along with the reasons thereof, are not applicable to the Company.

42. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company has laid down the set of standards, processes and structure which enable to implementation of internal financial control across the Organization and ensure that the same are adequate and operating effectively. To maintain the objectivity and independence of Internal Audit, the Internal Auditor reports to the Chairman of the Audit Committee of the Board.

The Internal Auditor monitors and evaluates the efficacy and adequacy of an internal control system in the Company, its compliance with the operating systems, accounting procedures and policies of the Company. Based on the report of the Internal Auditor, the process owners undertake the corrective action in their respective areas and thereby strengthen the Control. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

43. WEB LINK OF ANNUAL RETURN:

The Annual Return of the Company as on 31st March 2025 will be available on the website of the Company at www.balajivalvecomponents.com

44. ACKNOWLEDGEMENTS:

The Board of Directors greatly appreciates the commitment and dedication of employees at all levels who have contributed to the growth and success of the Company. We also thank all our clients, vendors, investors, bankers and other business associates for their continued support and encouragement during the year.

On behalf of the Board of Directors
For Shri Balaji Valve Components Limited
(Formerly Known as Shri Balaji Valve Components Private Limited)

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director)
(DIN: 05110323)

Date: 26th August, 2025
Place: Pune

Sd/-
SHRINIVAS LAXMIKANT KOLE
(Whole Time Director)
(DIN: 10119216)

DECLARATION ON COMPLIANCE WITH CODE OF CONDUCT UNDER REGULATION 26(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

Pursuant to Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchange, all the Board Members and the Senior Management Group have confirmed compliance with the Code of Conduct Shri Balaji Valve Components Limited (Formerly Known as Shri Balaji Valve Components Private Limited) for the financial year ended on March 31, 2025.

For Shri Balaji Valve Components Limited
(Formerly Known as Shri Balaji Valve Components Private Limited)

Date: 26th August, 2025
Place: Pune

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director & Chairman)
(DIN: 05110323)



MR-3
SECRETARIAL AUDIT REPORT
[Pursuant to Section 204(1) of the Companies Act, 2013 and
Rule No. 9 of the Companies (Appointment and Remuneration Personnel)
Rules, 2014]

To the Members,
M/s SHRI BALAJI VALVE COMPONENTS LIMITED
(Formerly known as Shri Balaji Valve Components Pvt Ltd.)
PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED,
BHAMBOLI, PUNE, Maharashtra, India, 410501

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **SHRI BALAJI VALVE COMPONENTS LIMITED** [CIN: L29220PN2011PLC141370] (hereinafter called "the Company").

The secretarial Audit was conducted in a manner that provided me with a reasonable basis for evaluating the corporate conduct/statutory compliance and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, the explanations and clarifications given to me and the representations made by the management, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2025, generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

- I. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year that ended on 31st March, 2025 and made available to me according to the provisions of:
- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder as applicable;
 - (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
 - (iii) The Depositories Act, 1996, and the Regulations and Bye-laws framed thereunder;
 - (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings **(Not applicable to the Company during the audit period)**;
 - (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India

Act, 1992 ('SEBI Act'):

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011, as amended from time to time
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and 2015, as amended from time to time
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations.
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period)**;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - **(Not applicable to the company for the financial year ended on March 31, 2025)**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - **(Not applicable to the company for the financial year ended on March 31, 2025)**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the company for the financial year ended on March 31, 2025)**
- (vi) The other laws, as informed and confirmed by the management of the Company, which are specifically applicable to the Company, are as under:
- (a) Business/Trade Related Laws/Regulations:
 - i. The Micro, Small and Medium Enterprises Development Act, 2006
 - ii. Competition Act, 2002
 - iii. The Maharashtra Industrial Policy 2013.
 - (b) Employment and Labour Laws:
 - i. The Employees' Provident Funds and [Miscellaneous Provisions] Act, 1952, the Employees' Provident Fund Scheme, 1952, Employees' Pension Scheme, 1995
 - iii. The Employees' State Insurance Act, 1948; the Employees' State Insurance (General)
 - iv. The Maternity Benefit Act, 1961 and the State Rules made thereunder;
 - v. The Minimum Wages Act, 1948 and the Minimum Wages (Central) Rules, 1950;
 - vi. The Payment of Bonus Act, 1965 and the Payment of Bonus Rules, 1975;



- vii. The Payment of Gratuity Act, 1972 and the Payment of Gratuity (Central) Rules, 1972;
- viii. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;

(c) Other Laws:

- i. The Factories Act, 1948 ("Factories Act")
- ii. Trademarks Act, 1999
- iii. Shops and establishments laws
- iv. The Environment Protection Act, 1986 ("Environment Protection Act")
- v. Hazardous Waste (Management and Handling) Rules, 1989 ("Hazardous Waste

(d) General Laws applicable to the Company:

- i. Indian Contract Act 1872
- ii. Information Technology Act, 2000
- iii. Sale of Goods Act 1930
- iv. Consumer Protection Act 1986

I have also examined compliance with the applicable clauses of the following, to the extent applicable:

(i) Secretarial Standards in respect of Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) as amended from time to time, issued by The Institute of Company Secretaries of India.

(ii) The Listing Agreements entered into by the Company with the Bombay Stock Exchange.

During the period under review, the Company has generally complied with all material aspects of applicable provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above:

I further report that:

- a) The Compliance by the Company with applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same has been subject to review by the statutory financial auditor and other designated professionals.
- b) The Board of Directors of the Company is duly constituted with a proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes, if any, in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- c) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were generally sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- d) Majority decision is carried through, and there was no instance of any director expressing any dissenting views.

I further report that there are adequate systems and processes in the company commensurate with the size and

operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, none of the following events has taken place.

- I. Public/Rights/Preferential Issue of Shares/Debentures, etc.
- II. Buy-back of securities.
- III. Amalgamation/Reconstruction, etc.
- IV. Foreign Technical Collaborations.

The following event has occurred during the year, which has a major bearing on the company's affairs in pursuance of the Laws, Rules, Regulations, Guidelines, Standards, etc. referred to above:

- (i) During the year under review following appointments/reappointments/Resignations of Directors and KMP took place:
 - a) Resignation of MR.CS ANIRUDDHA SHRIKANT DESHMUKH (ACS 67959) from the post of Company Secretary and Compliance Officer with effect from 06 April 2024.
 - b) MISS. CS MONIKA R. PAMNANI (ACS 61741) has been appointed as Company Secretary and Compliance Officer of the company with effect from 30th June 2024

Yours faithfully,

SD/-

CHIRAG CHANDRAKANT CHAWRA

(Company Secretary in Practice)

Membership No. 5643

C.P. No. 7923

PEER REVIEW NO. 2599/2023

UDIN- F005643G001039434

Firm Unique Code: S2001MH049500

Date: 20th August, 2025

Place: Pune

Note:

This report is to be read with our letter of even date, which is annexed as 'ANNEXURE-A' and forms an integral part of this report



ANNEXURE- A

To the Members,
SHRI BALAJI VALVE COMPONENTS LIMITED

(Formerly Known as Shri Balaji Valve Components Private Limited)
PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED,
BHAMBOLI, PUNE, MAHARASHTRA, INDIA, 410501

My Secretarial audit report for the financial year 31st March 2025 is to be read along with this letter.

Management's Responsibility

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

Auditor's Responsibility

2. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, and standards is the responsibility of the management. Our examination was limited to the verification of the procedures on a test basis. My Responsibility is to express an opinion on these secretarial records, standards and procedures followed by the company with respect to secretarial compliance.
3. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on a test basis to ensure that the correct facts are reflected in the Secretarial records. I believe that Audit evidence and information obtained from the company's management are adequate and appropriate for us to provide a basis for our opinion.
4. Wherever required, I have obtained the Management's representation about the compliance of laws, rules and regulations and the happening of events, etc.

Disclaimer

5. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.
6. I have not verified the correctness and appropriateness of the financial records and books of account of the company.

Yours faithfully,

SD/-

CHIRAG CHANDRAKANT CHAWRA

(Company Secretary in Practice)

Membership No. 5643

C.P. No. 7923

PEER REVIEW NO. 2599/2022

UDIN- F005643G001039434

Firm Unique Code: S2001MH049500

Date: 20th August, 2025

Place: Pune

Annexure-III

MANAGEMENT DISCUSSION & ANALYSIS REPORT

1. INTRODUCTION

Our Company was originally incorporated on November 17, 2011 as "Shri Balaji Valve Components Private Limited" vide Registration No. 141370 under the provisions of the Companies Act, 2013 with the Registrar of Companies, Pune Maharashtra. The name of our Company was changed from "Shri Balaji Valve Components Private Limited" to "Shri Balaji Valve Components Limited" vide Fresh Certificate of Incorporation dated July 10, 2023, Consequent upon Change of Name pursuant to Shareholders Resolution passed at the Extra Ordinary General Meeting held on June 26, 2023 and New Corporate Identification Number U29220PN2011PLC141370. Further our Company has issued share pursuant to Initial Public Offer (IPO) and listed on SME platform of BSE LTD on 03rd January 2024.

2. OVERVIEW OF BUSINESS

Incorporated in the year 2011, we are engaged in the business of engaged in the business of manufacturing ready-to-assemble valve components catering to the manufacturing of the valves. We manufacture and supply various types of valve components which are used in the manufacturing of ball valves, butterfly valves and other valves including forging products. Further, our manufacturing system has been certified for the establishment and application of the Quality management system for the manufacturer of materials according to directives 2014/68/EU by PED & the products manufactured by closed die forging have been certified to comply with the requirements specified by NORSOK.

3. SWOT ANALYSIS

Strengths

- Integrated Manufacturing Capabilities: SBVCL possesses an integrated manufacturing setup that includes in-house forging, heat treatment, and machining plants. This allows for greater control over the production process, ensuring quality and consistency.
- Strong Financial Performance: The company has demonstrated a good revenue growth over the past three years. It has also maintained a healthy Return on Capital Employed (ROCE) and has a strong interest coverage ratio, indicating a robust financial position.
- High-Quality Products and Certifications: SBVCL emphasizes quality and has an array of certifications, including ISO 9001:2015, PED 2014/68/EU, and AD 2000-Merkblatt W0. This assures customers of the reliability and performance of their products, which are designed for critical applications.
- Extensive Product Range and Customization: The company offers a comprehensive range of valve components and also provides customized products tailored to specific client needs. This flexibility allows them to serve a wide variety of customers and applications.
- Global Clientele: SBVCL has a widespread customer base that extends beyond India to six continents. This geographical diversification helps to mitigate risks associated with reliance on a single market.

Weaknesses

- Enhancing Investor Relations: As a micro-cap company, Shri Balaji Valve Components Ltd. has an opportunity to increase its market visibility and transparency. By proactively engaging with the investment community, it can attract a broader investor base, improve stock liquidity, and unlock a more stable valuation that reflects its underlying business strengths.
- Strategic Capital Investment: A decline in some profitability ratios, such as ROE and ROCE, can be an indicator of recent strategic investments in capacity expansion or new projects. This is a common and necessary phase for a growing company, where current investment is made for future long-term gains. These metrics are poised to improve as the new investments begin to yield returns.
- Supplier Dependence: They rely on a limited number of suppliers for critical raw materials. Disruptions from these suppliers could impact production.



Opportunities

- Growing Industrial Sectors: The industries that SBVCL serves, such as oil & gas, petrochemicals, and power generation, are undergoing significant growth and development, creating a sustained demand for valve components.
- Expansion of Product Portfolio: The company can explore new products not currently in their portfolio to tap into new markets and customer segments.
- Leveraging Existing Certifications: The company's various certifications can be leveraged to expand into new international markets and attract high-profile clients who require adherence to stringent quality standards.
- Government Initiatives and Infrastructure Projects: Governments worldwide, and particularly in India, are investing heavily in infrastructure, which will drive demand for industrial equipment and, by extension, valve components.

Threats

- External Economic and Geopolitical Factors: Global economic and political instability poses a risk. Such conditions could influence the company's business by affecting demand from its clients, disrupting supply chains, and causing a rise in the cost of raw materials.
- Trade Policy Uncertainty: The company faces potential challenges from evolving international trade policies, including tariffs. While the specific impact is difficult to predict, these developments could affect the company's export markets and require strategic adjustments.
- Market Competition and Cost Pressures: The company operates in a competitive industry where maintaining profitability is a key challenge. It must continuously manage costs and adapt to market pricing to protect its margins.
- Regulatory and Technological Changes: The company needs to stay ahead of potential shifts in industry standards and technological advancements to ensure its products remain compliant and competitive.

4. MITIGATION OF RISK /RISK MANAGEMENT

The Board assesses and classifies risks across various domains such as operations, finance, marketing, regulatory compliance, and corporate affairs. The Internal Auditor, Statutory Auditor, and Company Secretary provide their insights on risk levels while auditing specific areas, reporting to the Audit Committee. The company is proactively implementing immediate and future-oriented measures to minimize any potential risks that might emerge.

5. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of frauds and errors, adequacy and completeness of accounting records and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.

6. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

Share Capital:

During the year under review, there is no changes in the share capital of the company.

Reserves and Surplus:

The Reserve and Surplus of Company is Rs. 3618.37 lacs as on period ended on 31st March 2025.

Total Income:

The Company has earned total Income Rs. 8235.84 lacs as on period ended on 31st March 2025.

7. CORPORATE GOVERNANCE

In addition to the applicable provisions of the Companies Act, 2013 with respect to Corporate Governance, provisions of the SEBI (LODR) Regulation, 2015 will also have complied with the extent applicable to our Company immediately upon the listing of the Equity Shares on the Stock Exchange. Our Company stands committed to good Corporate Governance practices based on principles such as accountability, transparency in dealings with our stakeholders, emphasis on communication and transparent reporting. We have complied with the requirements of the applicable regulations, in respect of corporate governance including the constitution of the Board and Committees thereof. The Corporate governance framework is based on an effective Independent Board, the Board's Supervisory role from the executive management team and the constitution of the Board Committees as required under law. The Board functions either as a full board or through the various committees constituted to oversee specific operational areas. As of the date, there are Five Directors on our Board out of which one-third are Independent Directors. Our Company complies with the corporate governance norms prescribed under the Companies Act, 2013, particularly, in relation to the appointment of Independent Directors to our Board and the constitution of Board-level committees. Our Company undertakes to take all necessary steps to continue to comply with all the requirements of the SEBI (LODR) Regulation, 2015 and the Companies Act, 2013.

8. MATERIAL DEVELOPMENTS IN THE HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING THE NUMBER OF PEOPLE EMPLOYED:

Your Company follows a policy of building strong teams of talented professionals. People remain the most valuable asset of your Company. The Company recognizes people as its most valuable asset and the Company has kept a sharp focus on Employee Engagement. The Company's Human Resources is commensurate with the size, nature and operations of the Company. In continuous development company is also providing the health Insurance policy of recognized Insurance company M/s ICICI Lombard to our employee. which provides the benefit of Health coverage up to the sum of Rs. 1,00,000 per person.

9. CAUTIONARY STATEMENT:

This report contains forward-looking statements based on the perceptions of the Company and the data and information available to the company. The company does not and cannot guarantee the accuracy of various assumptions underlying such statements and they reflect the Company's current views of future events and are subject to risks and uncertainties. Many factors like changes in general economic conditions, amongst others, could cause actual results to be materially different.



FORM NO. AOC -2

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

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

1. Details of contracts or arrangements or transactions not on an Arm's length basis.: NIL

| SL. No. | Particulars | Details |
|---------|---|---------|
| (a) | Name (s) of the related party & nature of relationship | |
| (b) | Nature of contracts/arrangements/transaction | |
| (c) | Duration of the contracts/arrangements/transaction | |
| (d) | Salient terms of the contracts or arrangements or transaction including the value, if any | |
| (e) | Justification for entering into such contracts or arrangements or transactions' | |
| (f) | Date of approval by the Board | |
| (g) | Amount paid as advances, if any | |
| (h) | Date on which the special resolution was passed in General meeting as required under first proviso to section 188 | |

2. Details of contracts or arrangements or transactions at Arm's length basis.

| SL. No. | Particulars | Details |
|---------|--|---|
| (a) | Name (s) of the related party & nature of the relationship | Balaji Enterprises (The proprietor of the firm is a director of the company) |
| (b) | Nature of contracts/arrangements/transactions | Rent paid |
| (c) | Duration of the contracts/arrangements/transactions | As per the Agreement |
| (d) | Salient terms of the contracts or arrangements or transaction, including the value, if any | As per the Agreement |
| (e) | Date of approval by the Board | 05/04/2023 |
| (f) | Amount paid as advances, if any | 100000 per Month |

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director)
(DIN: 05110323)

Sd/-
SHRINIVAS LAXMIKANT KOLE
(Whole Time Director)
(DIN: 10119216)

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTOR

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

To,
The Members of
SHRI BALAJI VALVE COMPONENTS LIMITED
(Formerly Known As Shri Balaji Valve Components Private Limited)
PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED, BHAMBOLI, PUNE, MAHARASHTRA, INDIA, 410501

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **SHRI BALAJI VALVE COMPONENTS LIMITED (Formerly Known As Shri Balaji Valve Components Private Limited)** having **CIN: L29220PN2011PLC141370** and having registered office at PLOT NO - PAP B 31 CHAKAN MIDC, PH -2 KHED, BHAMBOLI, PUNE, MAHARASHTRA, INDIA, 410501 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that **None of the Directors** on the Board of the Company as stated below for the Financial Year ending on 31st March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

| SN | DIN NO | NAME OF DIRECTORS | NATIONALITY | DESIGNATION | *DATE OF APPOINTMENT |
|----|----------|--------------------------------|-------------|------------------------------|----------------------|
| 1 | 05110326 | MRS. MADHURI LAXMIKANT KOLE | INDIAN | NON-EXECUTIVE DIRECTOR | 17/11/2011 |
| 2 | 05110323 | MR. LAXMIKANT SADASHIV KOLE | INDIAN | MANAGING DIRECTOR & CHAIRMAN | 17/11/2011 |
| 3 | 10119216 | MR. SHRINIVAS LAXMIKANT KOLE | INDIAN | WHOLE TIME DIRECTOR & CFO | 15/05/2023 |
| 4 | 00008187 | MR. SANKER PARAMESWARAN | INDIAN | INDIPENDENT DIRECTOR | 10/10/2023 |
| 5 | 03071463 | MR. VASUDEO GANPATDAS GUJRATHI | INDIAN | INDIPENDENT DIRECTOR | 10/10/2023 |

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

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

Yours faithfully,
For, CHIRAG CHAWRA & CO.
Sd/-
CHIRAG CHANDRAKANT CHAWRA
(Company Secretary in Practice)
Membership No. 5643
C.P. No. 7923
PEER REVIEW NO. 2599/2023
UDIN- F005643G001053514



Dated: 24/05/2025

CFO CERTIFICATE UNDER REGULATION 33(2)(A) OF SEBI (LODR) REGULATION, 2015

To,
The Board of Directors
Shri Balaji Valve Components Limited

- A. We have reviewed the financial statement and cash flow statement of Shri Balaji Valve Components Limited for the Year ended on 31st March, 2025 and to the best of our knowledge and belief:
1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 2. These statements together present a true and fair view of the listed entity's affairs are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are to the best of our knowledge and belief no transactions entered into by the listed entity. During the year ended 31.03.2025, which is fraudulent, illegal or in violation of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of internal control systems of the Company pertaining to Financial Reporting and they have disclosed to the Auditor's and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or proposes to take to rectify these deficiencies.
- D. We have indicated to the Auditor and the Audit Committee:
- I. That there are no significant changes in internal control over financial reporting during the year;
 - II. That there are no significant changes in accounting policies during the year, subject to changes in the same, and that the same have been disclosed in the Notes to the Financial statement and
 - III. That there are no instances of significant fraud of which we become aware and the involvement there in, if any, of the Management or an employee having a significant role in the company's internal control system over Financial Reporting

For Shri Balaji Valve Components Limited

SD/-
SHRINIVAS LAXMIKANT KOLE
Whole Time Director & CFO
DIN: - 10119216

Independent Auditors' Report on the Financial Statements

To the Members of **Shri Balaji Valve Components Ltd.**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of **Shri Balaji Valve Components Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2025, the Statement of Profit and Loss and statement of cash flows for the year ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information. (hereinafter referred to as "the financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013, as amended (the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2025, and its profit/loss, 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 (SAs), as 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 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 opinion on the financial statements.

Other Information

The Company's Management and Board of Directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management's and Board of Directors' 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 state of affairs, profit/loss and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the



design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Obtain an understanding of internal control 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 with reference to financial statements 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 and Board of Directors.

Conclude on the appropriateness of management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements

regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements for the financial year ended 31st March, 2025 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

As required by the Companies (Auditor's Report) Order, 2020 (the Order) issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, based on our audit we give in the "Annexure 1" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

As required by Section 143 (3) of the Act, we report that:

- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b. 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, and the Cash Flow Statement dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. On the basis of written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2025, 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 with reference to financial Statement of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2" of this report.
- g. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the managerial remuneration has been paid/ provided by the company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act.
- h. With respect to the other matters to be included in the Auditor's Report in accordance with the Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company did not have pending litigations as on financial statement ending date other than disclosed in notes contingent liability.
 - (ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - (iii) There has been no delay in transferring amounts, required to be transferred, to the investor education and Protection Fund by the Company.



- (iv)
- (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, 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 entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- (v) The company has not declared or paid any dividend during the Period.
- (vi) Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025, 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.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is applicable for the financial year ended March 31, 2025. The company has duly preserved such records in compliance with the said provisions

For KISHOR GUJAR & ASSOCIATES

Chartered Accountants

Firm Registration No. - 116747W

Sd/-

CA Sangita Kumbhar (Partner)

Membership No: - 156238

Place: -Pimpri, Pune - 411018

Date: - 24th May 2025

UDIN: - 25156238BMJNTC6286

Annexure 1 to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on other legal and regulatory requirements' of our report of even date to the members of Shri Balaji Valve Components Limited.

With reference to the Annexure 1 referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2025, we report the following:

(i) Property, Plant & Equipment and Intangible Assets:

- (a) The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- (b) The company has maintained proper records showing full particulars of intangible assets;
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner over a period of three years. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company does not have any immovable properties which are not held in the name of the company (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee). Accordingly, clause 3(i)(c) of the Order is not applicable.
- (e) According to the information and explanations to us and on the basis of our examination of the records of the Company, the company has not revalued its Property, Plant and Equipment or intangible assets or both during the year;
- (f) According to the information and explanations to us and on the basis of our examination of the records of the Company, there are no proceedings have been initiated or pending against the company for holding any Benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder;

(ii) Inventory

- (a) The inventory has been physically verified by Management during the year. In our opinion, the frequency of verification is reasonable. The company has physically verified the inventory as at 31st March, 2025. No material discrepancies were noticed on such physical verification. Inventories lying with the third parties have been confirmed by them as at 31st March, 2025 and no material discrepancies were noticed in respect of such confirmations.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets of the company.

In our opinion and according to the information and explanations given to us, the quarterly returns or statements filed by the company with concern banks/financial institutions, Statement of inventory and trade receivable are not in agreement with the unaudited books of account of the Company for those respective quarters. However, the reconciliation for the differences is available with the company management.

We also state that quarterly review of financial statements is not applicable to the company, hence we are not commenting on the statements submitted to the banks/financial institutions.



(iii) Loans, Investments, Guarantees, Securities and Advances in nature of Loan:

According to the information and explanations given to us and on the basis of our examination of the records of the company, the company has not made any investment in or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, clause 3(iii) (a to f) of the Order is not applicable to the company.

(iv) Loans, Investments, Guarantees and Securities covered under section 185 and 186 of the Companies Act 2013:

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has neither made any investments nor has it given loans or provided guarantee or security as specified under Section 185 of the Companies Act, 2013 ("the Act") and the Company has not provided any security as specified under Section 186 of the Act. Accordingly, the provisions of section 185 and 186 of the Act are not applicable and hence not commented upon.

(v) Acceptance of Deposits

The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, the provisions of clause 3 (v) of the Order is not applicable to the Company and hence not commented upon.

(vi) Cost Records

According to the information and explanations given to us, the Central Government has prescribed the maintenance of cost records under Section 148(1) of the Act for the products of the company and the company has maintained cost records as per certificate obtain dated 21st May 2025

(vii) Payment of Statutory Dues

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amount deducted /accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees state insurance, income-tax, duty of customs, cess and any other statutory dues have been regularly deposited by the company with appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, duty of customs, cess and any other statutory dues applicable to the Company, were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to GST, Provident Fund, Employees State Insurance, Income-Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax or Cess or other statutory dues which have not been deposited on account of any dispute.

(viii) Unrecorded Income

According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(ix) Repayment of Borrowings

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not been declared a wilful defaulter by any bank or financial institution or government or government authority;

(c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained;

(d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short term basis have been used for long term purposes by the Company.

(e) According to the information and explanations given to us and procedure performed by us, the company does not hold any investment in any subsidiary, associate or joint venture (as defined in the Act) during the year ended 31st March, 2025. Accordingly, the clause 3 (xi) (e) (f) of the Order not applicable to the company.

(x) Use of money raised through issue of own shares

(a) The Company has raised moneys by way of initial public offer in Financial Year 2023-24 and were applied/will apply for the purpose for which those are raised. However, no further public offer (including debt instruments) were made till date.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, the provisions of clause 3(x)(b) of the Order are not applicable to the Company and hence not commented upon.

(xi) Fraud

(a) Based on the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the Management, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) According to the information and explanations given by Management, no whistle-blower complaints received during the year by the company;

(xii) Nidhi Company

In our opinion, the Company is not a Nidhi Company. Accordingly, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.



(xiii) Related Party Transactions

In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the notes to the financial statements as required by the applicable accounting standards.

(xiv) Internal Audit

- (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit reports of the Company issued till date for the period under audit.

(xv) Non cash transactions with Directors

In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.

(xvi) Registration Under section 45-IA of the Reserve Bank of India Act, 1934

- (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi) (a) and 3(xvi) (b) of the Order are not applicable.
- (b) According to the information and explanations given by Management, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Accordingly, clause 3(xvi) (b) of the Order is not applicable to the Company and hence not commented upon.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the company does not have any CICs.

(xvii) Cash Losses

The company has not incurred cash losses in the current and in the immediately preceding financial year.

(xviii) Auditor's Resignation

There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable and hence not commented upon;

According to the information and explanation given to us the statutory auditors have Change during the year due to rotation of auditor {Sec 139(2)}, However, no specific issues, objections or concerns were raised by the outgoing auditor that required our consideration.

(xix) Financial Position

According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial

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

(xx) CSR Compliance

In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of section 135 of the Act. Accordingly, clause 3(xx) (a) and 3(xx) (b) of the Order is not applicable to the Company and hence not commented upon.

For **KISHOR GUJAR & ASSOCIATES**
Chartered Accountants
Firm Registration No. - 116747W

Sd/-
CA Sangita Kumbhar (Partner)
Membership No: - 156238
Place: - Pimpri, Pune - 411018
Date: - 24th May 2025
UDIN: - 25156238BMJNTC6286



Annexure 2 to the Independent Auditors' Report

Report on the Internal Financial Controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act 2013 ('the Act')

We have audited the internal financial controls with reference to financial statements of **Shri Balaji Valve Components Limited** ("the Company") as of 31st March, 2025 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Management and Board of Directors' are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note"). 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 the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and whether 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 with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to financial statements

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

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

Inherent Limitations of Internal Financial Controls with reference to financial statements

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial Control with reference to financial statements and such internal financial controls were operating effectively as at March 31st, 2025, based on the internal controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by ICAI.

For **KISHOR GUJAR & ASSOCIATES**

Chartered Accountants
Firm Registration No. - 116747W
Peer Review No.: 014220

Sd/-

CA Sangita Kumbhar (Partner)

Membership No: - 156238
Place: - Pimpri, Pune - 411018
Date: - 24th May 2025
UDIN: - 25156238BMJNTC6286



Statement of Profit and loss for the year ended 31 March 2025

| | | (In INR) | (In INR) |
|--|------|--------------------|--------------------|
| Particulars | Note | 31 March 2025 | 31 March 2024 |
| Revenue from Operations | 22 | 810,070,767 | 825,598,558 |
| Other Income | 23 | 13,513,419 | 5,156,852 |
| Total Income | | 823,584,186 | 830,755,410 |
| Expenses | | | |
| Cost of Material Consumed | 24 | 451,423,911 | 512,115,643 |
| Purchases of Stock in Trade | 25 | - | - |
| Change in Inventories of work in progress and finished goods | 26 | 27,883,939 | (11,440,873) |
| Employee Benefit Expenses | 27 | 143,643,265 | 127,422,955 |
| Finance Costs | 28 | 15,663,906 | 15,331,269 |
| Depreciation and Amortization Expenses | 29 | 36,881,970 | 20,914,643 |
| Other Expenses | 30 | 59,996,405 | 54,744,933 |
| Total expenses | | 735,493,396 | 719,088,570 |
| Profit/(Loss) before Exceptional and Extraordinary Item and Tax | | 88,090,790 | 111,666,840 |
| Exceptional Item | | (44,433) | (509,517) |
| Profit/(Loss) before Extraordinary Item and Tax | | 88,135,223 | 112,176,357 |
| Extraordinary Item | | - | - |
| Profit/(Loss) before Tax | | 88,135,223 | 112,176,357 |
| Tax Expenses | 31 | | |
| - Current Tax | | 18,047,971 | 33,910,000 |
| - Deferred Tax | | 5,039,013 | (4,989,551) |
| - Excess/Short Provision Written back/off | | 2,870 | - |
| Profit/(Loss) after Tax | | 65,045,369 | 83,255,908 |
| Earnings Per Share (Face Value per Share Rs.10 each) | | | |
| -Basic | 32 | 7.97 | 10.20 |
| -Diluted | 32 | 7.97 | 10.20 |
| See accompanying notes to the financial statements | | | |
| As per our report of even date | | | |

For **Kishor Gujar & Associates**
Chartered Accountants
FRN: 116747W
Peer Review No. - 014220

For and on behalf of the Board

Sd/-
CA Sangita V Kumbhar
(Partner)
Membership No.: 156238
Place : Pimpri, Pune - 411018
Date 24th May, 2025
UDIN : 25156238BMJNTC6286

Sd/-
Mr.Laxmikant Kole
Chairman and MD
DIN - 05110323

Sd/-
Mr. Shrinivas Kole
Whole Time Director and CFO
DIN - 10119216

Balance Sheet as at 31 March 2025

| | | (In INR) | (In INR) |
|---|------|--------------------|--------------------|
| Particulars | Note | 31 March 2025 | 31 March 2024 |
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholders' funds | | | |
| (a) Share Capital | 1 | 81,600,000 | 81,600,000 |
| (b) Reserves and Surplus | 2 | 361,836,851 | 296,780,500 |
| Total | | 443,436,851 | 378,380,500 |
| (2) Non-current liabilities | | | |
| (a) Long-term Borrowings | 3 | 194,484,157 | 204,448,485 |
| (b) Deferred Tax Liabilities (net) | 4 | - | - |
| (c) Other Long-term Liabilities | 5 | - | - |
| (d) Long-term Provisions | 6 | 2,965,436 | 2,197,794 |
| Total | | 197,449,593 | 206,646,279 |
| (3) Current liabilities | | | |
| (a) Short-term Borrowings | 7 | 45,037,750 | 103,205,584 |
| (b) Trade Payables | 8 | | |
| - Due to Micro and Small Enterprises | | 18,836,112 | 56,045,789 |
| - Due to Others | | 35,806,552 | 49,408,959 |
| (c) Other Current Liabilities | 9 | 2,379,241 | 2,906,587 |
| (d) Short-term Provisions | 10 | 34,194,830 | 48,524,550 |
| Total | | 136,254,485 | 260,091,469 |
| Total Equity and Liabilities | | 777,140,929 | 845,118,248 |
| II. ASSETS | | | |
| (1) Non-current assets | | | |
| (a) Property, Plant and Equipment and Intangible Assets | | | |
| (i) Property, Plant and Equipment | 11 | 310,222,626 | 230,346,934 |
| (ii) Intangible Assets | | 281,494 | 13,367 |
| (iii) Capital Work-in-progress | | 8,610,583 | 13,176,836 |
| (b) Non-current Investments | 12 | - | - |
| (c) Deferred Tax Assets (net) | 13 | 976,543 | 6,015,555 |
| (d) Long term Loans and Advances | 14 | - | - |
| (e) Other Non-current Assets | 15 | 36,775,986 | 35,157,500 |
| Total | | 356,867,232 | 284,710,192 |
| (2) Current assets | | | |
| (a) Current Investments | 16 | - | - |
| (b) Inventories | 17 | 77,929,078 | 119,901,204 |
| (c) Trade Receivables | 18 | 246,214,232 | 304,451,316 |
| (d) Cash and Cash Equivalents | 19 | 60,402,105 | 66,075,849 |
| (e) Short-term Loans and Advances | 20 | 23,489,240 | 55,156,807 |
| (f) Other Current Assets | 21 | 12,239,042 | 14,822,880 |
| Total | | 420,273,697 | 560,408,056 |
| Total Assets | | 777,140,929 | 845,118,248 |
| See accompanying notes to the financial statements | | | |
| As per our report of even date | | | |

For **Kishor Gujar & Associates**
Chartered Accountants
FRN: 116747W
Peer Review No. - 014220

For and on behalf of the Board

Sd/-
CA Sangita V Kumbhar
(Partner)
Membership No.: 156238
Place : Pimpri, Pune - 411018
Date 24th May, 2025
UDIN : 25156238BMJNTC6286

Sd/-
Mr.Laxmikant Kole
Chairman and MD
DIN - 05110323

Sd/-
Mr. Shrinivas Kole
Whole Time Director and CFO
DIN - 10119216

Audited Statement of Cash Flow as at March 31, 2025

| PARTICULARS | (In INR) | (In INR) |
|---|------------------------|------------------------|
| | As at 31st March, 2025 | As at 31st March, 2024 |
| A) CASH FLOW FROM OPERATING ACTIVITIES: | | |
| Net Profit before tax as per Statement of Profit & Loss | 88,135,222 | 112,175,918 |
| Adjustment for : | | |
| Depreciation and amortization Expenses | 36,881,970 | 20,914,653 |
| Finance Cost | 15,663,906 | 15,331,095 |
| Interest Income | (3,898,328) | (963,368) |
| Rent Income | (48,000) | (48,000) |
| Effect on exchange rate change | (5,848,765) | (1,479,028) |
| Profit on Sale of Assets | (44,433) | (509,516) |
| Adjustment to reserve | 10,982 | (505,612) |
| Operating profit before working capital changes | 130,852,554 | 144,916,141.49 |
| Changes in Working Capital | | |
| (Increase)/Decrease in Trade Receivables | 58,236,768 | (125,198,000) |
| (Increase)/Decrease in Inventory | 41,972,126 | (36,058,420) |
| (Increase)/Decrease in Other Current & Non Current Assets | 53,241,585 | (26,690,279) |
| Increase/(Decrease) in Trade Payables | (50,811,832) | 10,693,371 |
| Increase/(Decrease) in Other Non Current/Current Liabilities | 1,773,246 | 2,032,553 |
| Cash generated from operations | 235,264,447 | (30,304,634) |
| Less:- Income Taxes paid (Net) | 23,391,973 | 22,855,390.00 |
| Net cash flow from operating activities | 211,872,473.35 | (53,160,023.88) |
| B) CASH FLOW FROM INVESTING ACTIVITIES: | | |
| Purchase of Property, Plant and Equipment including of CWIP | (112,515,102.88) | (91,432,778.42) |
| Sale of Property, Plant and Equipment | 93,500.00 | 1,200,000.00 |
| Advance for Purchase of Capital Assets | (31,124,726.00) | (29,476,430.00) |
| Interest Income | 3,898,328.00 | 963,368.00 |
| Rent Received | 48,000.00 | 48,000.00 |
| Net cash flow from investing activities | (139,600,000.88) | (118,697,840.42) |
| C) CASH FLOW FROM FINANCING ACTIVITIES: | | |
| Proceeds from Issue of Share Capital | - | 216,000,000.00 |
| Net Proceeds/(Repayment) of Short Term Borrowings | (58,167,834.00) | (15,575,416.00) |
| Net Proceeds/(Repayment) of Long Term Borrowings | (9,963,804.00) | 35,429,961.00 |
| Finance Cost | (15,663,906.00) | (15,331,095.00) |
| Net cash flow from financing activities | (83,795,544.00) | 220,523,450.00 |
| Net Increase/(Decrease) In Cash & Cash Equivalents | (11,523,071.53) | 48,665,585.70 |
| Cash equivalents at the beginning of the year | 66,076,412.00 | 15,931,798.30 |
| Exchange difference of foreign currency Cash and Cash equivalents | 5,848,765.00 | 1,479,028.00 |
| Cash equivalents at the end of the year | 60,402,105.47 | 66,076,412.00 |
| Note:-The Cash Flow Statement has been prepared under the “Indirect Method” is set out as per AS-3 Cash Flow Statements | | |
| As per our even dated Audit Report | | |

For **Kishor Gujar & Associates**
Chartered Accountants
FRN: 116747W
Peer Review No. - 014220

Sd/-
CA Sangita V Kumbhar
(Partner)
Membership No.: 156238
Place : Pimpri, Pune - 411018
Date 24th May, 2025
UDIN : 25156238BMJNTC6286

For and on behalf of the Board

Sd/-
Mr.Laxmikant Kole
Chairman and MD
DIN - 05110323

Sd/-
Mr. Shrinivas Kole
Whole Time Director and CFO
DIN - 10119216

NOTES TO FINANCIAL

| 1 | Share Capital | (In INR) | (In INR) |
|-------|---|-----------------------|-----------------------|
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Authorised Share Capital | | |
| | Equity Shares, Rs. 10 par value, 8500000 (Previous Year -8500000) Equity Shares | 85,000,000 | 85,000,000 |
| | | | |
| | Issued, Subscribed and Fully Paid up Share Capital | | |
| | Equity Shares, Rs. 10 par value 8160000 (Previous Year -8160000) Equity Shares paid up | 81,600,000 | 81,600,000 |
| | | | |
| | Total | 81,600,000 | 81,600,000 |
| | | | |
| (i) | Reconciliation of number of shares | | |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Equity Shares | No. of shares(In INR) | No. of shares(In INR) |
| | Opening Balance | 8,160,00081,600,000 | 10,000100,000 |
| | Issued during the year | - - | 8,150,00081,500,000 |
| | Deletion during the year | - - | - - |
| | Closing balance | 8,160,00081,600,000 | 8,160,00081,600,000 |
| | | | |
| (ii) | Rights, preferences and restrictions attached to shares | | |
| | Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding | | |
| | | | |
| (iii) | Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company | | |
| | Equity Shares | 31 March 2025 | 31 March 2024 |
| | Name of Shareholder | No. of sharesIn % | No. of sharesIn % |
| | | | |
| | Laxmikant Sadashiv Kole | 300000036.76% | 300000036.76% |
| | Madhuri Laxmikant Kole | 299998136.76% | 299998136.76% |



| | | | | | |
|------|---|-----------------|---------------|-------------------|--------------------------|
| | | | | | |
| (iv) | Shares held by Promoters at the end of the year 31 March 2025 | | | | |
| | Name of Promotor | Class of Shares | No. of Shares | % of total shares | % Change during the year |
| | Laxmikant Sadashiv Kole | Equity | 3000000 | 36.76% | 0.00% |
| | Madhuri Laxmikant Kole | Equity | 2999981 | 36.76% | 0.00% |
| | | | | | |
| | Shares held by Promoters at the end of the year 31 March 2024 | | | | |
| | Name of Promotor | Class of Shares | No. of Shares | % of total shares | % Change during the year |
| | Laxmikant Sadashiv Kole | Equity | 3000000 | 36.76% | 0.00% |
| | Madhuri Laxmikant Kole | Equity | 2999981 | 36.76% | 0.00% |
| | | | | | |
| 2 | Reserves and Surplus | | | | (In INR) |
| | Particulars | | | 31 March 2025 | 31 March 2024 |
| | Securities Premium | | | | |
| | Opening Balance | | | - | - |
| | Add: IPO Proceeds | | | 194,400,000 | 194,400,000 |
| | Closing Balance | | | 194,400,000 | 194,400,000 |
| | Statement of Profit and loss | | | | |
| | Balance at the beginning of the year | | | 102,380,500 | 79,530,204 |
| | Add: Profit during the year | | | 65,045,369 | 83,255,908 |
| | Less: Appropriation | | | | |
| | Restated Adjustment | | | (10,982) | 505,612 |
| | Bonus Issue | | | - | 59,900,000 |
| | Balance at the end of the year | | | 167,436,851 | 102,380,500 |
| | Total | | | 361,836,851 | 296,780,500 |
| 3 | Long term borrowings | | | | (in INR) |
| | Particulars | | | 31 March 2025 | 31 March 2024 |
| | Secured Term loans from banks | | | 94,361,925 | 103,568,540 |
| | Secured Term loans from other parties | | | 66,339 | 824,052 |
| | Unsecured Loans and advances from related parties | | | | |
| | -Mr. Laxmikant Kole (Balaji Enterprises) | | | 60,320,670 | 60,320,670 |
| | -Mrs. Madhuri Kole (Shrinivas Engineering) | | | 39,735,223 | 39,735,223 |
| | Total | | | 194,484,157 | 204,448,485 |

| | | | | | |
|---|--|--|------------------|-----------------------------------|-------------------|
| | | | | | |
| | Particulars of Borrowings | | | | |
| | Name of Lender/Type of Loan | Nature of Security | Rate of Interest | Monthly Installments (Rs in lacs) | No of Installment |
| | HDFC Bank Term Loan -85439399 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 9.10% | 16.00 | 70 |
| | HDFC Bank term loan -86197566 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 9.10% | 4.99 | 92 |
| | HDFC Bank term loan -452308102 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 9.25% | 2.89 | 60 |
| | HDFC Bank term loan -87788110 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 8.72% | 3.61 | 84 |
| | HDFC Bank term loan -89255457 | Purchase of Plot D 250 | 8.41% | 4.13 | 60 |
| | ELECTRONICA FINANCE LTD 105555654 | CNC Vertical Machinery | 8.41% | 0.67 | 60 |
| | HDFC Bank Car loan -157288053 | Vehicle | 8.80% | 1.03 | 60 |
| | HDFC Bank Commercial Vehicle loan -155310809 | Vehicle | 10.15% | 0.15 | 60 |
| | ICICI Bank Term Loan - 603090047138 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 9% | 1.96 | 72 |
| | ICICI Bank Term Loan - 603090040576 | Industrial properties , Plant & Machinery, MIDC Plot, Stock, Trade Receivable ,Fixed Deposits , Other current Assets, LC, Export Stock | 9% | 3.09 | 78 |
| 4 | Deferred tax liabilities Net | | | | (In INR) |
| | Particulars | | | 31 March 2025 | 31 March 2024 |
| | Total | | | - | - |
| 5 | Other Long term liabilities | | | | (In INR) |



| | Particulars | 31 March 2025 | 31 March 2024 |
|---|---|------------------|---|
| | | | |
| | Total | - | - |
| | | | |
| 6 | Long term provisions | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Provision for employee benefits | | |
| | -Gratuity | 2,965,436 | 2,197,794 |
| | | | |
| | Total | 2,965,436 | 2,197,794 |
| | | | |
| 7 | Short term borrowings | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Current maturities of long-term debt | 34,448,400 | 26,402,188 |
| | Secured Loans repayable on demand from banks | 3,041,391 | 63,752,346 |
| | Unsecured Loans and advances from related parties | | |
| | -Mr. Laxmikant Kole (Balaji Enterprises) | 4,662,959 | 7,878,050 |
| | -Mr.Shrinivas Kole | - | 78,000 |
| | -Mrs. Madhuri Kole (Shrinivas Engineering) | 2,885,000 | 5,095,000 |
| | | | |
| | Total | 45,037,750 | 103,205,584 |
| | | | |
| | Particulars of Borrowings | | |
| | Name of Lender/Type of Loan | Rate of Interest | Nature of Security |
| | HDFC Bank -Cash Credit | 9.00% | Current asset (ie stock & Trade Receivable) given as primary & collateral security |
| | ICICI Bank (Overdraft) | 9.00% | Current asset (ie stock & Trade Receivable) given as primary & collateral security |
| | | | |
| 8 | Trade payables | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Due to Micro and Small Enterprises | 18,836,112 | 56,045,789 |
| | Due to others | 35,806,552 | 49,408,959 |
| | | | |
| | Total | 54,642,664 | 105,454,748 |
| | | | |

| | | | | | | |
|-----|---|--|---------------|-----------|-------------------|-------------|
| 8.1 | Trade Payable ageing schedule as at 31 March 2025 | | | | | (In INR) |
| | Particulars | Outstanding for following periods from due date of payment | | | | Total |
| | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| | MSME | 18,817,507 | 4,389 | 14,216 | | 18,836,112 |
| | Others | 34,047,843 | 1,200,610 | 554,086 | 4,014 | 35,806,553 |
| | Disputed dues- MSME | | | | | - |
| | Disputed dues- Others | | | | | - |
| | Sub total | | | | | 54,642,665 |
| | | | | | | |
| | MSME - Undue | | | | | |
| | Others - Undue | | | | | |
| | | | | | | |
| | Total | | | | | 54,642,665 |
| | | | | | | |
| 8.2 | Trade Payable ageing schedule as at 31 March 2024 | | | | | (In INR) |
| | Particulars | Outstanding for following periods from due date of payment | | | | Total |
| | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | |
| | MSME | 55,938,395 | 91,128 | 16,266 | | 56,045,789 |
| | Others | 48,350,711 | 225,172 | 833,075 | | 49,408,958 |
| | Disputed dues- MSME | | | | | - |
| | Disputed dues- Others | | | | | - |
| | Sub total | | | | | 105,454,747 |
| | | | | | | |
| | MSME - Undue | | | | | |
| | Others - Undue | | | | | |
| | | | | | | |
| | Total | | | | | 105,454,747 |
| | | | | | | |
| 9 | Other current liabilities | | | | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 | | | |
| | | | | | | |
| | Other payables | | | | | |
| | -Advance from Customers | 1,432,974 | 461,618 | | | |
| | -Expenses Payable | 21,648 | 1,296,757 | | | |
| | -TDS/TCS Payable | 924,619 | 1,148,212 | | | |



| | | | |
|----|------------------------------------|---------------|---------------|
| | | | |
| | Total | 2,379,241 | 2,906,587 |
| | | | |
| 10 | Short term provisions | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Provision for employee benefits | 13,615,472 | 11,980,180 |
| | Others | | |
| | -Audit & Professional Fees Payable | 340,470 | 472,500 |
| | -Income Tax Provision | 18,047,971 | 33,910,000 |
| | -Provision for Expenses | 2,141,417 | 2,107,870 |
| | -Secretarial Charges Payable | 49,500 | 54,000 |
| | | | |
| | Total | 34,194,830 | 48,524,550 |
| 12 | Non current investments | | (In INR) |

| Property, Plant and Equipment | | | | | | | | | | (In INR) |
|---|--------------------------------|-------------|-----------|-------------------|-------------------------------|--------------------------------|------------|------------|-------------------|---------------|
| Name of Assets | Gross Block | | | | Depreciation and Amortization | | | | Net Block | Net Block |
| | As on | Addition | Deduction | As on | As on | for the | Deduction | As on | As on | As on |
| | 1-Apr-24 | | | 31-Mar-25 | 1-Apr-24 | year | | 31-Mar-25 | 31-Mar-25 | 31-Mar-24 |
| (i) Property, Plant and Equipment | | | | | | | | | | |
| | | | | | | | | | | |
| Land | 35,645,805 | 31,832,189 | - | 67,477,994 | - | - | - | - | 67,477,994 | 35,645,805 |
| Building | 132,159,584 | 17,190,117 | - | 149,349,701 | 15,035,566 | 12,162,694 | - | 27,198,260 | 122,151,441 | 117,124,018 |
| Plant and Machinery | 56,765,092 | 15,799,246 | 93,500 | 72,470,838 | 17,394,162 | 9,616,719 | 37,933 | 26,972,948 | 45,497,891 | 39,370,930 |
| Furniture and Fixtures | 4,907,737 | 13,601,566 | - | 18,509,303 | 1,805,364 | 1,766,424 | - | 3,571,788 | 14,937,515 | 3,102,373 |
| Vehicles | 90,921 | 6,531,996 | - | 6,622,917 | 22,519 | 1,203,059 | - | 1,225,578 | 5,397,339 | 68,402 |
| Office equipment | 1,691,134 | 364,851 | - | 2,055,986 | 1,153,563 | 354,935 | - | 1,508,498 | 547,487 | 537,571 |
| Computers | 1,256,417 | 413,810 | - | 1,670,227 | 967,120 | 366,415 | - | 1,333,535 | 336,692 | 289,297 |
| Other Equipment | 19,337,653 | 11,860,853 | - | 31,198,507 | 6,044,716 | 3,828,111 | - | 9,872,827 | 21,325,680 | 13,292,937 |
| Electrical Installation | 15,681,588 | 9,375,202 | - | 25,056,789 | 4,924,723 | 4,356,680 | - | 9,281,403 | 15,775,387 | 10,756,865 |
| Solar plant | 10,192,607 | 9,711,526 | - | 19,904,133 | 33,871 | 3,095,061 | - | 3,128,932 | 16,775,201 | 10,158,736 |
| | | | | | | | | | | |
| Total | 277,728,538 | 116,681,356 | 93,500 | 394,316,394 | 47,381,604 | 36,750,098 | 37,933 | 84,093,769 | 310,222,626 | 230,346,934 |
| Previous Year | 183,401,109 | 95,277,610 | 950,180 | 277,728,538 | 26,728,659 | 20,903,684 | 250,740 | 47,381,604 | 230,346,934 | 156,672,449 |
| | | | | | | | | | | |
| (ii) Intangible Assets | | | | | | | | | | |
| | | | | | | | | | | |
| Computer software | 112,141 | 400,000 | - | 512,141 | 98,774 | 131,876 | - | 230,650 | 281,491 | 13,367 |
| | | | | | | | | | | |
| Total | 112,141 | 400,000 | - | 512,141 | 98,774 | 131,876 | - | 230,650 | 281,491 | 13,367 |
| Previous Year | 112,141 | - | - | 112,141 | 87,806 | 0 | - | 87,806 | 24,335 | 24,335 |
| | | | | | | | | | | |
| (iii) Capital Work-in-progress | | | | | | | | | 8,610,583 | 13,176,836 |
| | | | | | | | | | | |
| (iii) Capital Work-in-progress | | | | | | | | | | (In INR) |
| Particulars | | | | | | | | | 31 March 2025 | 31 March 2024 |
| Opening Balance | | | | | | | | | 13,176,836 | 17,010,537 |
| Add: Addition during the year | | | | | | | | | 8,610,583 | 13,176,836 |
| Less: Capitalised during the year | | | | | | | | | 132 | 17,010,537 |
| Closing Balance | | | | | | | | | 21,787,287 | 13,176,836 |
| | | | | | | | | | | |
| Capital Work-in-Progress Aging Schedule | | | | | | | | | | (In INR) |
| Capital Work-in-Progress | Amount in CWIP for a period of | | | | 31-Mar-25 | Amount in CWIP for a period of | | | | 31-Mar-24 |
| | Less than 1 year | 1 -2 Years | 2-3 Years | More than 3 Years | Total | Less than 1 year | 1 -2 Years | 2-3 Years | More than 3 Years | Total |
| Projects in progress | 8,610,583 | - | - | - | 8,610,583 | 13,176,836 | - | - | - | 13,176,836 |
| Projects temporarily suspended | - | - | - | - | - | - | - | - | - | - |



| | Particulars | 31 March 2025 | 31 March 2024 |
|----|---|---------------|---------------|
| | | | |
| | Total | - | - |
| | | | |
| 13 | Deferred tax assets net | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Deferred Tax Assets | 9,76,543 | 60,15,555 |
| | | | |
| | Total | 9,76,543 | 60,15,555 |
| | | | |
| 14 | Long term loans and advances | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Total | - | - |
| | | | |
| 15 | Other non current assets | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Security Deposits | 56,51,260 | 56,81,070 |
| | Others | | |
| | -Advance for MIDC Plot | - | 2,79,01,430 |
| | -Advance for Purchase of Other Capital Assets | 3,11,24,726 | 15,75,000 |
| | | | |
| | Total | 3,67,75,986 | 3,51,57,500 |
| | | | |
| 16 | Current investments | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Total | - | - |
| | | | |
| 17 | Inventories | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Raw materials | 3,86,30,076 | 5,27,18,262 |
| | Finished goods and WIP | 2,95,57,605 | 5,79,17,127 |
| | Consumables | 97,41,397 | 92,65,815 |
| | | | |
| | Total | 7,79,29,078 | 11,99,01,204 |
| | | | |

| | | | | | | | | | |
|--------------------|---|--|--|--|-----------|-----------|-------------------|---------------|---------------|
| 18 | Trade receivables | | | | | | | | (In INR) |
| | Particulars | | | | | | | 31 March 2025 | 31 March 2024 |
| | | | | | | | | | |
| | Unsecured considered good | | | | | | | 24,60,69,621 | 30,38,13,187 |
| | Doubtful | | | | | | | 1,44,611 | 6,38,129 |
| | | | | | | | | | |
| | Total | | | | | | | 24,62,14,232 | 30,44,51,316 |
| | | | | | | | | | |
| 18.1 | Trade Receivables ageing schedule as at 31 March 2025 | | | | | | | | (In INR) |
| | Particulars | | | Outstanding for following periods from due date of payment | | | | | Total |
| Less than 6 months | | | | 6 months-1 year | 1-2 years | 2-3 years | More than 3 years | | |
| | | | | | | | | | |
| | Undisputed Trade receivables- considered good | | | 24,31,79,807 | 1,20,183 | 20,75,636 | 6,93,996 | | 24,60,69,621 |
| | Undisputed Trade Receivables- considered doubtful | | | | | | 1,44,611 | | 1,44,611 |
| | Disputed Trade Receivables considered good | | | | | | | | - |
| | Disputed Trade Receivables considered doubtful | | | | | | | | - |
| | Sub total | | | | | | | | 24,62,14,232 |
| | | | | | | | | | |
| | Undue - considered good | | | | | | | | |
| | Undue - considered doubtful | | | | | | | | |
| | | | | | | | | | |
| | Total | | | | | | | | 24,62,14,232 |
| | | | | | | | | | |
| 18.2 | Trade Receivables ageing schedule as at 31 March 2024 | | | | | | | | (In INR) |
| | Particulars | | | Outstanding for following periods from due date of payment | | | | | Total |
| Less than 6 months | | | | 6 months-1 year | 1-2 years | 2-3 years | More than 3 years | | |
| | | | | | | | | | |
| | Undisputed Trade receivables- considered good | | | 29,72,05,910 | 64,90,806 | 64,643 | 51,827 | | 30,38,13,186 |
| | Undisputed Trade Receivables- considered doubtful | | | | | 6,25,648 | 12,481 | | 6,38,129 |
| | Disputed Trade Receivables considered good | | | | | | | | - |
| | Disputed Trade Receivables considered doubtful | | | | | | | | - |
| | Sub total | | | | | | | | 30,44,51,316 |
| | | | | | | | | | |



| | | | | | | | |
|-----------|---|----------------------|----------------------|--|--|----------|--------------|
| | Undue - considered good | | | | | | |
| | Undue - considered doubtful | | | | | | |
| | Total | | | | | | 30,44,51,316 |
| 19 | Cash and cash equivalents | | | | | (In INR) | |
| | Particulars | 31 March 2025 | 31 March 2024 | | | | |
| | Cash on hand | 87,177 | 17,225 | | | | |
| | Balances with banks in current accounts | 44,327 | 33,210 | | | | |
| | Bank Deposit having maturity of less than 3 months | 3,09,03,794 | 6,35,42,110 | | | | |
| | Sub-Total | 3,10,35,298 | 6,35,92,545 | | | | |
| | Other Bank Balances | | | | | | |
| | Deposits with original maturity for more than 12 months | 2,93,66,807 | 24,83,304 | | | | |
| | Total | 6,04,02,105 | 6,60,75,849 | | | | |
| 20 | Short term loans and advances | | | | | (In INR) | |
| | Particulars | 31 March 2025 | 31 March 2024 | | | | |
| | Others | | | | | | |
| | -Advance Tax,TDS.TCS | 1,37,58,417 | 2,42,74,383 | | | | |
| | -Advances to Suppliers & Employees | 34,40,909 | 60,68,129 | | | | |
| | -GST Balances | 42,38,545 | 2,32,58,659 | | | | |
| | -GST Refund receivable | 18,45,228 | 15,18,677 | | | | |
| | -HDFC BANK PREPAID CARD | 2,06,141 | 36,959 | | | | |
| | Total | 2,34,89,240 | 5,51,56,807 | | | | |
| 21 | Other current assets | | | | | (In INR) | |
| | Particulars | 31 March 2025 | 31 March 2024 | | | | |
| | Deferred Expenses | 92,87,526 | 1,21,33,688 | | | | |
| | Deposit BSE Ltd. | 21,60,000 | 21,60,000 | | | | |
| | Preliminary Expenses | - | 1,35,193 | | | | |
| | Prepaid Expenses | 7,91,516 | 3,93,999 | | | | |
| | Total | 1,22,39,042 | 1,48,22,880 | | | | |

| | | | |
|-----------|------------------------------------|----------------------|----------------------|
| 22 | Revenue from operations | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Sale of products | 79,05,13,118 | 77,23,39,234 |
| | Sale of services | | |
| | -Labour Charges | 4,47,72,715 | 5,18,41,990 |
| | Other operating revenues | | |
| | -Others | 53,48,529 | 49,19,623 |
| | -Scrap Sales | 8,21,46,004 | 10,52,71,501 |
| | Others | | |
| | -Less: GST Collected | (11,27,09,599) | (10,87,73,790) |
| | Total | 81,00,70,767 | 82,55,98,558 |
| 23 | Other Income | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Interest Income | | |
| | -Interest on Fixed Deposits | 38,98,328 | 9,63,110 |
| | Others | | |
| | -Foreign Exchange Gain | 58,48,765 | 14,54,028 |
| | -MEIS License Sales | 37,18,326 | 26,91,714 |
| | -Rent | 48,000 | 48,000 |
| | Total | 1,35,13,419 | 51,56,852 |
| 24 | Cost of Material Consumed | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Raw Material Consumed | | |
| | Opening stock | 5,27,18,262 | 2,81,00,715 |
| | Purchases | 43,73,35,725 | 53,67,33,190 |
| | Less: Closing stock | 3,86,30,076 | 5,27,18,262 |
| | Total | 45,14,23,912 | 51,21,15,643 |
| | Total | 45,14,23,912 | 51,21,15,643 |
| 25 | Purchases of stock in trade | | (In INR) |



| | Particulars | 31 March 2025 | 31 March 2024 |
|----|--|---------------|---------------|
| | Total | - | - |
| 26 | Change in Inventories of work in progress and finished goods | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Opening Inventories | | |
| | Finished Goods & Work in progress | 5,79,17,127 | 4,95,54,120 |
| | Consumables | 92,65,815 | 61,87,948 |
| | Less: Closing Inventories | | |
| | Finished Goods & Work in progress | 2,95,57,605 | 5,79,17,127 |
| | Consumables | 97,41,397 | 92,65,815 |
| | Total | 2,78,83,939 | (1,14,40,873) |
| 27 | Employee benefit expenses | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Salaries and wages | | |
| | -Contract Labour Charges | 3,61,11,481 | 3,26,85,164 |
| | -Directors Remuneration | 72,00,000 | 68,00,000 |
| | -Salary And Wages | 8,82,47,112 | 7,45,73,366 |
| | -Statutory Bonus | 44,53,576 | 50,84,097 |
| | Total continued | 13,60,12,169 | 11,91,42,627 |
| | Employee benefit expenses | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Total continued from previous page | 13,60,12,169 | 11,91,42,627 |
| | Contribution to provident and other funds | | |
| | -Gratuity | 7,92,736 | 7,11,116 |
| | -Others | 44,65,640 | 44,70,568 |
| | Staff welfare expenses | 23,72,720 | 30,98,644 |
| | Total | 14,36,43,265 | 12,74,22,955 |
| 28 | Finance costs | | (In INR) |

| | Particulars | 31 March 2025 | 31 March 2024 |
|----|---|---------------|---------------|
| | Interest expense | | |
| | -Interest On Income Tax | 13,82,517 | 6,25,095 |
| | -Interest on Term Loan and Cash Credit | 1,29,63,343 | 1,31,54,409 |
| | Other borrowing costs | | |
| | -Bank Charges | 13,15,546 | 13,18,015 |
| | -Processing Fees | 2,500 | 2,33,750 |
| | Total | 1,56,63,906 | 1,53,31,269 |
| 29 | Depreciation and amortization expenses | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Amortisation of Intangible Assets | - | 10,968 |
| | Depreciation on Property,Plant & Equipments | 3,68,81,970 | 2,09,03,675 |
| | Total | 3,68,81,970 | 2,09,14,643 |
| 30 | Other expenses | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | Auditors' Remuneration | 5,50,000 | 5,25,000 |
| | Administrative expenses | 33,11,256 | 34,02,826 |
| | Insurance | 4,58,224 | 3,07,758 |
| | Manufacturing Expenses | 1,82,09,645 | 1,84,53,289 |
| | Power and fuel | 1,48,02,353 | 1,35,78,442 |
| | Professional fees | 61,78,634 | 73,38,536 |
| | Rent | 11,32,900 | 24,00,000 |
| | Repairs to buildings | 2,22,199 | 98,016 |
| | Repairs to machinery | 20,32,937 | 11,18,305 |
| | Repairs others | 8,63,158 | 11,49,333 |
| | Rates and taxes | 4,58,777 | 3,89,155 |
| | Selling & Distribution Expenses | 26,83,941 | 9,02,202 |
| | Telephone expenses | 3,50,129 | 3,61,836 |
| | Travelling Expenses | 34,17,515 | 26,26,309 |



| | | | |
|-----------|---|----------------------|----------------------|
| | Miscellaneous expenses | 38,44,944 | 7,85,766 |
| | Balance Write off | 4,793 | 5,82,160 |
| | Corporate Social Responsibility Expenses | 14,75,000 | 7,26,000 |
| | | | |
| | Total | 5,99,96,405 | 5,47,44,933 |
| 31 | Tax Expenses | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Current Tax | 1,80,47,971 | 3,39,10,000 |
| | Deferred Tax | | |
| | -Deferred Tax | 50,39,013 | (49,89,551) |
| | Excess/Short Provision Written back/off | 2,870 | - |
| | | | |
| | Total | 2,30,89,854 | 2,89,20,449 |
| | | | |
| 32 | Earning per share | | |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Profit attributable to equity shareholders (In Rs) | 6,50,45,369 | 8,32,55,908 |
| | Weighted average number of equity shares | 81,60,000 | 81,60,000 |
| | Earnings per share basic (Rs) | 7.97 | 10.20 |
| | Earnings per share diluted (Rs) | 7.97 | 10.20 |
| | Face value per equity share (Rs) | 10 | 10 |
| | | | |
| 33 | Auditors' Remuneration | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Payments to auditor as | | |
| | - Auditor | 3,75,000 | 3,50,000 |
| | - for other services | 1,75,000 | 1,75,000 |
| | | | |
| | Total | 5,50,000 | 5,25,000 |
| | | | |
| 34 | Contingent Liabilities and Commitments | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Claims against the Company not acknowledged as debt | | |
| | Capital commitments for purchase & construction of Assets | 2,75,87,000 | 6,27,57,000 |
| | | | |
| | Total | 2,75,87,000 | 6,27,57,000 |
| 35 | Leases | | (In INR) |

| | | | |
|------------|---|---|----------------------|
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Future minimum rental payables under non-cancellable operating lease | | |
| | - Not later than one year | - | 24,00,000 |
| | - Later than one year and not later than five years | | - |
| | | | |
| | The company had taken factory premises on lease and lease and the same is expired on 30/09/2024 | | |
| | | | |
| 36 | Earnings in Foreign Currencies | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Export of Goods calculated on FOB basis | 23,16,40,980 | 20,09,37,296 |
| | | | |
| | Total | 23,16,40,980 | 20,09,37,296 |
| | | | |
| 37 | Value of Import on CIF basis | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Raw Materials | 38,00,429 | 11,80,152 |
| | | | |
| | Total | 38,00,429 | 11,80,152 |
| | | | |
| 38 | Value of imported and indigenous raw materials, spare parts and components consumed | | (In INR) |
| | Particulars | 31 March 2025 | 31 March 2024 |
| | | | |
| | Raw Materials | | |
| | - Imported | - | - |
| | - Indigeneous | 47,55,07,421 | 49,94,94,848 |
| | | | |
| | Total | 47,55,07,421 | 49,94,94,848 |
| | | | |
| 39 | Related Party Disclosure | | |
| (i) | List of Related Parties | Relationship | |
| | | | |
| | Balaji Enterprises | Proprietor is Director of the company | |
| | Shrinivas Engineering | Proprietor is a director of the company | |
| | Mr. Laxmikant Kole | Chariman & MD | |
| | Mrs Madhuri Kole | Non Executive Director | |
| | Mr Shrinivas Kole | Wholetime Director & CFO (wef 15-05-2023) | |
| | | | |



| | | | | | | | | | | |
|------------------------|---|--|--|--|---|--|--|--|---------------|---------------|
| (ii) | Related Party Transactions | | | | | | | | (In INR) | |
| | Particulars | | | | Relationship | | | | 31 March 2025 | 31 March 2024 |
| | | | | | | | | | | |
| | Rent paid | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | 12,00,000 | 24,00,000 |
| | - Shrinivas Engineering | | | | Proprietor is a director of the company | | | | - | - |
| Loan received | | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | 1,02,075 | 53,65,850 |
| | - Shrinivas Engineering | | | | Proprietor is a director of the company | | | | 4,622 | 22,95,000 |
| | - Mr Shrinivas Kole | | | | Wholetime Director & CFO (wef 15-05-2023) | | | | - | 78,000 |
| Repayment of Loan | | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | 33,17,167 | - |
| | - Shrinivas Engineering | | | | Proprietor is a director of the company | | | | 22,14,622 | - |
| | - Mr Shrinivas Kole | | | | Wholetime Director & CFO (wef 15-05-2023) | | | | 78,000 | - |
| Directors Remunuration | | | | | | | | | | |
| | - Mr. Laxmikant Kole | | | | Chariman & MD | | | | 36,00,000 | 36,00,000 |
| | - Mrs Madhuri Kole | | | | Non Executive Director | | | | 12,00,000 | 12,00,000 |
| | - Mr Shrinivas Kole | | | | Wholetime Director & CFO (wef 15-05-2023) | | | | 24,00,000 | 21,90,800 |
| | | | | | | | | | | |
| (iii) | Related Party Balances | | | | | | | | (In INR) | |
| | Particulars | | | | Relationship | | | | 31 March 2025 | 31 March 2024 |
| | | | | | | | | | | |
| | Long term borrowing | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | 6,03,20,670 | 6,03,20,670 |
| | - Shrinivas Engineering | | | | Proprietor is a director of the company | | | | 3,97,35,223 | 3,97,35,223 |
| Trade Payable | | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | - | 2,16,000 |
| Short term borrowing | | | | | | | | | | |
| | - Balaji Enterprises | | | | Proprietor is Director of the company | | | | 46,62,959 | 78,78,051 |
| | - Shrinivas Engineering | | | | Proprietor is a director of the company | | | | 28,85,000 | 50,95,000 |
| | - Mr Shrinivas Kole | | | | Wholetime Director & CFO (wef 15-05-2023) | | | | - | 78,000 |
| Remunuration Payable | | | | | | | | | | |
| | - Mr. Laxmikant Kole | | | | Chariman & MD | | | | 2,17,300 | - |
| | - Mrs Madhuri Kole | | | | Non Executive Director | | | | 79,100 | - |
| | - Mr Shrinivas Kole | | | | Wholetime Director & CFO (wef 15-05-2023) | | | | 1,38,000 | - |
| | | | | | | | | | | |
| | | | | | | | | | | |
| 40 | Security of Current Assets Against Borrowings | | | | | | | | | |

| | Particulars | June, 2024 | September, 2024 | December, 2024 | March, 2025 |
|----|---|------------------------------------|-----------------|----------------|--------------|
| | Current Assets as per Quarterly Return filed with Bank | 29,63,87,856 | 29,98,42,559 | 35,52,12,458 | 32,43,11,605 |
| | Less: | | | | |
| | Due to Trade Receivable Balance Reco | 15,42,954 | 73,672 | 10,95,919 | 68,040 |
| | Current Assets as per Books of Account | 29,48,44,902 | 29,97,68,887 | 35,41,16,539 | 32,42,43,565 |
| | Current assets includes Stock and Trade Receivable | | | | |
| 41 | Registration of Charge | | | | |
| | Charge ID- 100287240 HDFC Bank Limited Rs 28,16,06,919 Modification Dt 22/12/2023 & Charge ID- 100316727 IDFC Bank Limited Rs. 1,00,00,000/- Dated 09/12/2019 | | | | |
| | Charge ID - 100434253 ELECTRONICA FINANCE LIMITED Rs. 31,97,800/- Dt 24/03/2021 & Charge ID - 100741178 KOTAK MAHINDRA BANK LIMITED Rs. 1,20,00,000/- Dt 15/06/2023 | | | | |
| | Charge ID - 100913656 ICICI Bank LIMITED Rs 1,00,00,000 Dt 18/04/2024 & Charge ID - 100913696 ICICI Bank LIMITED Rs 4,75,00,000 Dt 18/04/2024 | | | | |
| | Charge ID - 100981884 HDFC Bank LIMITED Rs 7,22,387 Dt 05/09/2024 & Charge ID - 100987539 ICICI Bank LIMITED Rs 6,15,00,000 Dt 14/10/2024 | | | | |
| | Charge ID - 101011526 HDFC Bank LIMITED Rs 49,99,000 Dt 05/11/2024 & Charge ID - 101045668 ICICI Bank LIMITED Rs 6,15,00,000 Dt 27/01/2025 & Charge ID - 101086927 HDFc Bank LIMITED Rs 2,00,00,000 Dt 17/03/2025 | | | | |
| 42 | Ratio Analysis | | | | |
| | Particulars | Numerator/Denominator | 31 March 2025 | 31 March 2024 | Change in % |
| | (a) Current Ratio | Current Assets | 3.08 | 2.15 | 43.15% |
| | | Current Liabilities | | | |
| | (b) Debt-Equity Ratio | Total Debts | 0.54 | 0.81 | -33.57% |
| | | Equity | | | |
| | (c) Debt Service Coverage Ratio | Earning available for Debt Service | 2.45 | 2.88 | -15.12% |
| | | Interest + Installments | | | |
| | (d) Return on Equity Ratio | Profit after Tax | 0.16 | 1.75 | -90.96% |
| | | Average Shareholder's Equity | | | |
| | (e) Inventory turnover ratio | Total Trunover | 8.19 | 11.28 | -27.43% |
| | | Average Inventories | | | |



| | | | | | |
|----|---|----------------------------|------|---------------|---------------|
| | (f) Trade receivables turnover ratio | Total Turnover | 2.94 | 5.04 | -41.62% |
| | | Average Account Receivable | | | |
| | | | | | |
| | (g) Trade payables turnover ratio | Total Purchases | 5.46 | 6.08 | -10.14% |
| | | Average Account Payable | | | |
| | | | | | |
| | (h) Net capital turnover ratio | Total Turnover | 2.85 | 2.75 | 3.75% |
| | | Net Working Capital | | | |
| | | | | | |
| | (i) Net profit ratio | Net Profit | 0.08 | 0.10 | -20.38% |
| | | Total Turnover | | | |
| | | | | | |
| | (j) Return on Capital employed | Net Profit | 0.10 | 0.12 | -21.52% |
| | | Capital Employed | | | |
| | | | | | |
| | (k) Return on investment | Return on Investment | | | |
| | | Total Investment | | | |
| | | | | | |
| | Current ratio:- During the year Ratio is increased by More than 25% due to increase in Current Assets i.e. inventory , Trade Receivable and cash & Cash equivalent compared to previous year. | | | | |
| | Debt-Equity Ratio :-During the year Ratio is Decreased More than 25% due to reduction in Debts and increase in Shareholders fund compared to previous year. | | | | |
| | Return on Equity Ratio :-During the year Ratio is Decrease More than 25% due to increase in Shareholders fund during the financial year and Decrease in net profit after tax compared to previous year. | | | | |
| | Inventory turnover ratio:- During the year Ratio is Decrease More than 25% due to increase in Avrage inventory and Decrease in total Turnover compared to previous year. | | | | |
| | Trade receivables turnover ratio : - During the year Ratio is Decrease More than 25% due to increase in Avrage Account receivable and Decrease in total Turnover compared to previous year. | | | | |
| | | | | | |
| 43 | CSR Expenditure | | | | |
| | | | | | (In Rs) |
| | Particulars | | | 31 March 2025 | 31 March 2024 |
| | | | | | |
| | Amount required to be spent by the company during the year | | | 14,75,000 | 7,23,375 |
| | Amount of expenditure incurred | | | 14,75,000 | 7,26,000 |
| | | | | | |
| | Nature of CSR activities | | | | |
| | The Donation was made to maharshi vedvyas pratishthan & Maharashtra arya vaisha mahasabha and CSR Donation is used by the trust for Educational purpose | | | | |
| | | | | | |

Note No. 44

SUMMARY STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES AND NOTES

1. COMPANY OVERVIEW

A. Corporate Information

Shri Balaji Valve Components Limited was incorporated on 17th November 2011 under the provision of the Companies act, 1956. The companies registered office is situated at Plot No.PAP-B-31, Chakan industrial area, Phase II, Bhamboli, Tal Khed, Pune-412501 Maharashtra. The company is engaged in manufacturing of the precision machined components along with Valve components and trim parts. The major components are Ball Valves, Butterfly Valves, Control Valves & Plug Valves.

During the Current Financial year, the Authorized Share Capital of the Company was Rs 8,50,00,000 divided into 85,00,000 Equity Shares of Rs. 10/-

B. Statement of Compliance

The Financial Statements of the Company comprises of Balance sheet as at 31st March, 2025, Statement of Profit and Loss and Statement of Cash flows for the year ended 31st March, 2025 and the Significant Accounting Policies and Other Explanatory Notes (collectively, the 'Financial Statements').

2. SIGNIFICANT ACCOUNTING POLICIES

A) Basis of preparation and Measurement: -

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to section 133 of the Companies Act, 2013 read with rule 7 of Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the Accounting Standards notified under section 211(3C) of the Companies Act, 1956 [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013.

The company has prepared the financial statements on accrual basis and under historical cost convention, except for certain financial assets and liabilities which are measured at fair value.

The company has prepared the financial statements on a going concern basis. The accounting policies are applied consistently to all the year presented in the financial statements except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires change in accounting policy hitherto in use.

The Functional and presentation currency of the company is Indian Rupees ("INR") which is the currency of the primary economic environment in which the Company operates. All amounts in the financial statements have been rounded off to the nearest lacs unless otherwise indicated. Figures in brackets indicate negative values.

B. Revenue recognition: -

Sale of goods: -

The Company recognizes revenues on the sale of products, net of discounts and sales incentives, when the products are delivered to the customer or when released to the carrier responsible for transporting them to the customer in the following manner:



- Domestic sales are recognised at the time of dispatch from the point of sale;
- Export sales are recognised on the date when shipped on board as per terms of sale and are initially recorded at the relevant exchange rate prevailing on the date of the transaction

Income from services:-

Revenue from services is recognised when services have been rendered and there should be no uncertainty regarding consideration and its ultimate collection.

Interest Income:-

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. However, where the ultimate collection of the same lacks reasonable certainty, revenue recognition is postponed to the extent of uncertainty.

Duty Drawback:-

Duty drawbacks are recognised where there is no uncertainty regarding consideration and its ultimate collections.

C. Depreciation and amortisation:-

Company provides depreciation on a pro rata basis on the written down value method over the useful lives of the assets.

Useful Life of Assets is determined by the Management as those prescribed by Schedule II Part 'C' of the Companies act, 2013. The Management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

Depreciation on property, plant and equipment purchased during the year is provided on pro rata basis. Depreciation on assets sold, discarded or demolished during the year is being provided at their rates up-to the date such assets are sold, discarded or demolished.

D. Property, Plant & Equipment:-

Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation/ amortization and accumulated impairment, if any.

Cost includes purchase price, taxes and duties, labour cost and directly attributable overhead expenditure for self-constructed assets incurred up to the date the asset is ready for its intended use. Borrowing cost incurred for qualifying assets is capitalized up to the date the asset is ready for intended use, based on borrowings incurred specifically for financing the asset or the weighted average rate of all other borrowings, if no specific borrowings have been incurred for the asset.

Cost also includes the cost of replacing part of the plant and equipment, if the recognition criteria are met. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the Statement of Profit and Loss as incurred.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at regular intervals and adjusted prospectively, if appropriate.

E. Intangible Assets:-

Intangible assets are non-physical assets such as patent, license agreement, copyright, software. Intangible Assets must be amortized over their useful life, if possible, sum assets, such as Brand Name have indefinite life and cannot be capitalize or amortized, other intangible assets such as license agreement have useful life

determined in the license agreement, item with a defined useful life must be amortized. Intangible assets purchased are measured at cost or fair value as on the date of acquisition less accumulated amortisation and accumulated impairment, if any.

Amortisation is provided on a WDV basis over estimated useful lives of the intangible assets. The amortisation period for intangible assets with finite useful lives is reviewed at least at each year-end. Changes in expected useful lives are treated as changes in accounting estimate.

F. Impairment:-

At each Balance Sheet date, the Company assesses whether there is any indication that the property, plant and equipment with finite lives may be impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment, if any. Where it is not possible to estimate the recoverable amount of individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

As of March 31st, 2025 none of the property, plant and equipment was considered impaired.

G. Inventories:-

Raw materials, Stores & Spare Parts and packing materials are valued at lower of cost and net realisable value. Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. In determining the cost, weighted average method is used.

Manufactured finished goods and WIP are valued at the lower of cost and net realisable value. Cost of manufactured WIP/finished goods comprises direct material, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity.

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

H. Earnings per share:-

Basic Earnings Per Share is calculated by dividing the net profit or loss for the period attributable to equity shareholders 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. The weighted average number of equity shares outstanding during the year and all years presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

I. Taxes on Income:-

The accounting treatment for the Income Tax in respect of the Company's income is based on the Accounting Standard on 'Accounting for Taxes on Income' (AS-22). The provision made for Income Tax in Accounts comprises both. Income tax expenses for the Period comprises of current tax and deferred tax. Current tax provision is determined on the basis of taxable income computed as per the provision of the income tax Act 1961.

Deferred tax assets and liabilities are recognised for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, unutilised business loss and depreciation carry-forwards and tax credits. Such deferred tax assets and liabilities are computed separately for each taxable entity.



Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

J. Provision, Contingent liabilities and Contingent Assets: -

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the likely future outflow of economic benefits required to settle the obligation at the reporting date.

Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources.

Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

K. Cash and Cash Equivalents: -

Cash and cash equivalents comprises cash at banks and short term deposits that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

L. Borrowing Cost: -

Borrowing cost that are directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial year of time to get ready for its intended use or sale are capitalised as part of the cost of the respective asset. Costs incurred in raising funds are amortized equally over the period for which the funds are acquired. All other borrowing costs are expensed in the period they occur.

M. Related Party Disclosures: -

Related parties as defined under Accounting Standard - 18 'Related Party Disclosures' have been identified based on representations made by management and information available with the Company. All transactions with related parties are in the ordinary course of business and on arms' length basis.

N. Foreign Currency Transactions: -

Foreign-currency denominated monetary assets and liabilities if any are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from the transactions relating to purchase of current assets like Raw Material etc. are included in the Statement of Profit and Loss. Revenue, expense and cash-flow items denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction.

O. Cash Flow Statement: -

The cash flow Statement has been prepared under the "Indirect Method" as set out in Accounting standard -3 "Cash Flow Statement" whereby net profit before tax is adjusted for the effects of the transactions of a non cash nature and any deferral or accrual of past or future cash receipts or payments. The cash flow from regular operating, investing and financing activities of the company are segregated.

P. Employee Benefits: -

Short term employee benefits: -

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Post-Employment Benefits: -

a. Defined Contribution Plans (ESIC/PF): -

A defined contribution plan is a post-employment benefit plan under which a Company pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts.

Obligations for contributions to defined contribution plans are expensed as the related service is provided. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available.

b. Defined benefit Plans (Gratuity): -

The Company pays gratuity to the employees who have completed five years of service with the Company at the time when employee leaves the Company.

As per AS 15 the detailed actuarial valuation of the present value of defined benefit obligations may be made at intervals not exceeding three years. The company has made valuation of the present value of defined benefit obligations recently for the period 1st April, 2023 to 30th June, 2023.

However, from the date of valuation and the balance sheet date 31st March, 2025, there has been no material transactions and other material changes in the circumstances (Including changes in interest rates). Hence, the provision of gratuity as of 31st March, 2025 has made on estimated basis.

Q. Leases: -

The company has taken factory (Bhosari Unit) on lease and classified as an Operating lease and lease rentals are recognized on a straight-line basis over the lease term, the same is expired on 30/09/2024. Refer note no. 35 of the financial statements.

R. Segment Reporting: -

The Company is having revenue; from its customers which are located outside India; of more than 10% of its total revenue. Accordingly, as per AS-17 Segment Reporting, the company has identified geographic segment as its reportable segment.

The company has maintained records for cost of material consumed, employee cost and other expenses incurred for manufacturing of goods in ERP system for all the products.

However, the company manufactures the same products which are sold in Indian Market and outside India at similar cost of product manufacturing. Accordingly, the expenses incurred on export segment is not identifiable. Similarly, Assets of outside India is identifiable to the extent of Continent Wise Outstanding Trade Receivables only.

However, revenue generated for the products varies on the basis of sale price of domestic sale and export sale. Accordingly, we have disclosed geographic Segment Revenue and Segment Assets in table below for Domestic (India) and Export (Outside India): -



(Rs. In Lacs)

| Particulars | Year ended 31 st March, 2025 | Year ended 31 st March, 2024 |
|--|---|---|
| Revenue including other income | | |
| India | 5,860.93 | 6,283.77 |
| Outside India | | |
| Africa | 0.87 | 2.34 |
| Asia | 1,971.56 | 1641.08 |
| North America | 295.57 | 237.46 |
| South America | 1.05 | 2.23 |
| Europe | 94.64 | 138.65 |
| Australia | 11.21 | 2.15 |
| Total | 8,235.84 | 8,307.68 |
| Carrying amount of Segment Assets | | |
| India | 6,982.56 | 7,277.46 |
| Outside India | | |
| Asia | 482.23 | 857.39 |
| North America | 107.00 | 54.38 |
| South America | - | - |
| Europe | 47.38 | 10.68 |
| Australia | 6.01 | 0.42 |
| Total | 7,625.19 | 8,200.33 |

S. Subsequent Events occurred after the Balance sheet date: -

No subsequent events are occurred after the balance sheet date.

T. Corporate Social Responsibility (CSR): -

Pursuant to Section 135 of the Companies act, 2013, applicable companies are required to allocate at least 2% of their average net profit for the immediately preceding three financial years towards CSR activities.

CSR activities encompass areas specified in Schedule VII of the Companies Act, 2013, including eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief, and rural development projects.

Funds allocated for CSR activities are primarily directed towards specific projects throughout the year, as approved by the CSR Committee established in accordance with Section 135 of the Companies Act, 2013.

U. Current and Non-Current Classification: -

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading.
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The company classifies all other liabilities as non-current.

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

3. SIGNIFICANT ACCOUNTING, JUDGEMENTS ESTIMATES AND ASSUMPRIONS: -

In the application of the Company's accounting policies, Management is required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty: -

The following are 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 amount of assets and liabilities within the next financial year:

(i) Useful lives of property, plant and equipment and intangible assets: -

The Company has estimated useful life of each class of assets based on the nature of assets, the estimated usage of the asset, the operating condition of the asset, past history of replacement, anticipated technological changes, etc. The Company reviews the useful life of property, plant and equipment and intangible assets as at the end of each reporting period. This reassessment may result in change in depreciation and amortisation expense in future periods.

Others: -

1. **Regrouping** - Figures have been rearranged and regrouped wherever practicable and considered necessary.
2. **Benami property** - The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property
3. **Struck Off Co.** - The Company has performed the assessment to identify transactions with struck off companies as at 31st March, 2025 and identified no company with any transactions.
4. **Crypto / Virtual currency** - The Company has not traded or invested in crypto currency or virtual currency during the financial year.
5. **Fund Advanced** - No funds have been advanced or loaned or invested either from borrowed funds or share premium or any other sources or kind of funds by the Company to or in any other person or entity, including foreign entities ('Intermediaries'), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any



manner whatsoever by or on behalf of the company ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

6. **Funds Raised** - No funds have been received by the Company from any person or entity, including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
7. **Willful default** - The Company has not been declared willful defaulter by any bank or financial institution or Government or any Government authority
8. **Provisions** - The management has confirmed that adequate provisions have been made for all the known and determined liabilities and the same is not in excess of the amounts reasonably required to be provided for.
9. **Trade payables/ Trade Receivable** - The balances of trade payables, trade receivables, loans, and advances are unsecured and considered good and are subject to confirmations of the respective parties concerned.
10. **Realizations** - In the opinion of the Board and to the best of its knowledge and belief, the value on the realization of current assets and loans and advances are approximate of the same value as stated.
11. **Contractual liabilities** - All other contractual liabilities connected with the business operations of the Company have been appropriately provided for.

For Shri Balaji Valve Components Limited
(Formerly Known as Shri Balaji Valve Components Private Limited)

Sd/-
LAXMIKANT SADASHIV KOLE
(Managing Director & Chairman)
(DIN: 05110323)

Date: 26th August, 2025
Place: Pune

Sd/-
SHRINIVAS LAXMIKANT KOLE
(Whole Time Director & CFO)
(DIN: 10119216)



Shri Balaji Valve Components Ltd

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Email-id: info@balajivalvecomponents.com
Website: www.balajivalvecomponents.com

Rooted in Purpose. Growing with Time.

For decades, our purpose has been our guide – delivering precision valve components that power industries, enable safe operations, and build trust across sectors.

As industries evolve, so do we – blending engineering excellence with innovation, experience with agility.

With strong foundations and a clear vision, we're not just keeping pace with industrial change – we're shaping it. Because while time moves forward, our purpose keeps us grounded in quality and growing with reliability

Conceptualised and designed by:
Finportal



Strategy | Investor Relations | Consultancy