



# KENRIK INDUSTRIES LIMITED

**CIN:** U36101GJ2017PLC095995

**Regd. Office:** B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India

**Ph. No.:** +91 – 9023666986, **Email ID:** Info@kenrikindustries.net

**Website:** www.kenrikindustries.net

**Date:** 02/09/2025

To,  
Corporate Listing Department  
The BSE Limited,  
P J Towers, Dalal Street, Fort,  
Mumbai-400 001

**Subject : Submission of Annual Report for the financial year 2024-25 Kenrik Industries Limited**

**Scrip Code : 544398**

Dear Sir/Madam,

The 09<sup>th</sup> Annual General Meeting of the Company will held be on Monday, 29th September 2025 at 02:00 PM (IST) at registered office of the Company situated B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India.

As per the Captioned Subject, we hereby submitting the 09<sup>th</sup> Annual Report of Kenrik Industries Limited for the financial year 2024-25 as per the Regulation, 34 of SEBI (LODR) Regulation, 2015.

Kindly take the same on your record and acknowledge the receipt.

Thanking you,

**For, Kenrik Industries Limited**

Nitinkumar  
Dalpatbhai  
Shah

Digitally signed by  
Nitinkumar  
Dalpatbhai Shah  
Date: 2025.09.02  
16:12:46 +05'30'

**Nitin Dalpatlal Shah**  
**Managing Director**  
**DIN: 07715360**

**Factory address:** 468/6, Chatrabujdarshan Co Op Soc, Sankaoi Sheri, Opp B D College, Manek Chawk, Ahmedabad, Gujarat, 380001

**Sales Office:** 171/FF/9, Bhawani Chambers, Hathi Khana, Ahmedabad, Gujarat-380001

# KENRIK INDUSTRIES LIMITED

## 9<sup>TH</sup> ANNUAL REPORT

2024-25

**Registered Office:**

B-306, East Face, Behind Maruti Suzuki Showroom,  
Nr. S P Ring Road, Ambli Road, Ahmedabad-380058,  
Gujarat, India

**Email Id:** [Info@kenrikindustries.net](mailto:Info@kenrikindustries.net)

**Sales Office:**

171/FF/9, Bhawani Chambers, Hathi Khana,  
Ahmedabad, Gujarat-380001

**Contact:** 9023666986

**Website:** [www.kenrikindustries.net](http://www.kenrikindustries.net)

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## CORPORATE INFORMATION

### KENRIK INDUSTRIES LIMITED

CIN: U36101GJ2017PLC095995

REGISTERED OFFICE	SALES OFFICE
B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India <b>Tel No.</b> +91 9023666986 <b>E-Mail ID:</b> Info@kenrikindustries.net <b>Website:</b> <a href="mailto:Info@kenrikindustries.net">Info@kenrikindustries.net</a>	171/FF/9, Bhawani Chambers, Hathi Khana, Ahmedabad, Gujarat-380001

#### BOARD OF DIRECTORS

Name	(DIN)	Designation
Mr. Nitin Dalpatlal Shah	07715360	Chairman and Managing Director
Mr. Nihar Nitinbhai Shah	07714540	Non-Executive (Non-Independent) Director
Mr. Akshay Hiteshkumar Soni	08202654	Non-Executive (Independent) Director
Mr. Nishit Dushyant Shah	10070221	Non-Executive (Independent) Director
Ms. Shivani Gajjar (Resigned w.e.f February 19, 2025)	07243790	Non-Executive (Independent) Director
Ms. Sweta Rasikbhai Panchal (Appointed w.e.f March 19, 2025)	10298714	Non-Executive (Independent) Director

#### KEY MANAGERIAL PERSONNEL

Name	Designation
Mr. Nihar Nitinbhai Shah	Chief Financial Officer
Ms. Kiran Nitesh Prajapati (Resigned w.e.f February 28, 2025)	Company Secretary & Compliance Officer
Mrs. Zalakben Chintan Gajjar (Appointed w.e.f March 01, 2025)	Company Secretary & Compliance Officer

STATUTORY AUDITOR	BANKERS	REGISTRAR & SHARE TRANSFER AGENT
<b>M/s. VSSB &amp; Associates</b> A/912,9 <sup>th</sup> Floor, Ratnaakar Nine Square, Opp. ITC Narmada hotel, Vastrapur, Ahmedabad-380015 <b>Mail ID:</b> <a href="mailto:cavishves@gmail.com">cavishves@gmail.com</a>	PUNJAB AND SIND BANK	<b>Skyline Financial Services Private Limited</b> <b>SEBI Registration Number:</b> INR000001112 <b>Address:</b> D-153A, 1 <sup>st</sup> Floor Okhla Industrial Area, Phase-1, New Delhi-110020 <b>Tel. Number:</b> +91-11-40450193-97/ 26812682-83 <b>Email Id:</b> info@skylinerta.com <b>Website:</b> <a href="http://www.skylinerta.com">www.skylinerta.com</a>

### 9<sup>TH</sup> ANNUAL GENERAL MEETING

**Date and Time:**

Monday, September 29, 2025 at 02:00 P.M.

**Registered Office:**

B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India

## NOTICE OF 9<sup>th</sup> ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the 9<sup>th</sup> **Annual General Meeting (AGM)** of the members of M/s. KENRIK INDUSTRIES LIMITED will be held on **Monday, the 29<sup>th</sup> day of September, 2025 at 02:00 P.M (IST)** at the registered office of the Company at B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India to transact the following matter(s):

### **ORDINARY BUSINESS**

#### **ITEM NO. 01- ADOPTION OF FINANCIAL STATEMENTS**

To Receive, Consider and Adopt Audited Financial Statements (Standalone) of the company for the financial year ended on 31<sup>st</sup> March, 2025 and the reports of the Board of Director's and the Auditor's thereon.

**"RESOLVED THAT** the Audited Financial Statements (Standalone) of the Company for the financial year ended on 31<sup>st</sup> March, 2025 including the Audited Balance Sheet as at 31st March, 2025, the statement of Profit & Loss and Cash Flow Statement for the financial year ended on that date along with the Notes appended thereto and Reports of the Auditors and Directors Report thereon, as circulated to the members, be and are hereby considered and adopted."

#### **ITEM NO. 02- APPOINTMENT OF MR. NITIN DALPATLAL SHAH (DIN: 07715360) AS A MANAGING DIRECTOR LIABLE TO RETIRE BY ROTATION:**

To appoint Mr. Nitin Dalpatlal Shah (DIN: 07715360), who retires by rotation as a Managing director and being eligible, has offered himself for re-appointment, as a Managing director. In this regard, to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

**"RESOLVED THAT**, pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Mr. Nitin Dalpatlal Shah (DIN: 07715360), who retires by rotation at this meeting and being eligible, has offered himself for re-appointment Thus, be and is hereby appointed as a Managing Director of the Company.

### **SPECIAL BUSINESSES**

#### **ITEM NO. 03: APPOINTMENT OF M/s. DHARTI PATEL & ASSOCIATES, PRACTICING COMPANY SECRETARY AS SECRETARIAL AUDITOR OF THE COMPANY FOR A FIRST TERM OF FIVE YEARS AND TO PASS WITH OR WITHOUT MODIFICATION(S):**

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

**"RESOLVED THAT** pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 read with rules framed thereunder and Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended from time to time (including any statutory modification(s) or amendment(s) thereto or re-enactment(s) thereof for the time being in force), and in accordance with the recommendation of the Board of Directors of the Company, M/s. Dharti Patel & Associates, Practicing Company Secretary (Firm Registration No. 12801 & CP No: 19303), be appointed as the Secretarial Auditors of the Company for a term of five (5) consecutive years, to conduct the Secretarial Audit of five consecutive financial years from 2025-26 to 2029-30 on such remuneration and reimbursement of out of pocket

expenses for the purpose of audit as may be approved by the Audit Committee/Board of Directors of the Company.

**“RESOLVED FURTHER THAT** approval of the members be and is hereby accorded to the Board to avail or obtain from the Secretarial Auditor, such other services or certificates, reports, or opinions which the Secretarial Auditors may be eligible to provide or issue under the applicable laws, at a remuneration to be determined by the Audit committee/Board of Directors of the Company.

**“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. 04: REGULARIZATION OF ADDITIONAL INDEPENDENT DIRECTOR, MS. SWETA RASIKBHAI PANCHAL [DIN: 10298714] AS AN INDEPENDENT (NON-EXECUTIVE) DIRECTOR OF THE COMPANY:**

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

**“RESOLVED THAT** Pursuant to the provisions of Section 149,152,160 and all other applicable provisions of the Companies Act, 2013 (‘the Act’) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any Statutory modification(s) or re-enactment thereof for the time being in force ), Article of Articles of Association of the Company and Regulation 19 (4) read with Part D of Schedule II of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, Ms. Sweta Rasikbhai Panchal [DIN: 10298714] who was appointed as an Additional Director of the Company with effect from 19th March, 2025 by the Board of Directors pursuant to section 161 of the Act and as recommended by the Nomination and Remuneration Committee and who holds office only up to the date of the ensuing Annual General Meeting of the Company and who is eligible for appointment under the relevant provisions of the Companies Act, 2013, and in respect of whom the Company has received a notice in writing from a member signifying his intention to propose him as a candidate for the office of the Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation and to hold office for a term of 5 (five) consecutive years with effect from 19th March, 2025 to 18th March, 2030.

**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date: September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07715360**

**NOTES:**

1. The Relevant Explanatory Statement pursuant to provisions of Section 102 of the Companies Act, 2013, Regulations 17 and 36(5) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment thereof for the time being in force (hereinafter referred to as "the Listing Regulations") and as required under Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India (ICSI), in respect of Special Business items set out in Notice of Annual General Meeting annexed hereto.
2. A member entitled to attend and vote at the Annual General Meeting (the "Meeting") is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company. The instrument appointing the proxy should, however, be deposited at the registered office of the Company not less than forty-eight hours before the commencement of the Meeting. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
3. Corporate members intended to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of Board resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. Members/Proxy holders are requested to bring their copy of Attendance slip sent herewith duly filled in for attending the Annual General Meeting.
5. The Register of Members and the Share Transfer Books of the Company will remain closed from Monday 23<sup>rd</sup> September 2025 to Monday 29<sup>th</sup> September 2025 (both days inclusive).
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.kenrikindustries.net](http://www.kenrikindustries.net). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited [www.bseindia.com](http://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](http://www.evoting.nsdl.com).
8. The Shareholders are requested to notify their change of address immediately to the Registrars & Transfer Agent M/s. Skyline Financial Services Private Limited. The Company or its registrar will not act on any request received directly from the shareholder holding shares in electronic form for any change of bank particulars or bank mandate. Such changes are to be advised only to the Depository Participant by the Shareholders.

9. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts. Members holding shares in physical form should submit their PAN to the Company.
10. Members intending to seek explanation /clarification about the Accounts at the Annual General Meeting are requested to inform the Company at least a week in advance of their intention to do so, so that relevant information may be made available, if the Chairman permits such information to be furnished.
11. To promote green initiative, members are requested to register their e-mail addresses through their Depository Participants for sending the future communications by e-mail.
12. The procedure and instructions for remote e-voting are, as follows:

**Instructions for Casting Votes by Remote E-Voting**

The remote e-voting period begins on Friday, September 26, 2025 and will end on 5:00 P.M. on Sunday, September 28, 2025. 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. Monday, September 22, 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 i.e. Monday, September 22, 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 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
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Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>1. <b>Existing IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ 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.</li> <li>2. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on <b>company name or e-Voting service provider i.e. NSDL</b> 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 &amp; voting during the meeting.</li> <li>3. If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> . Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a> .</li> <li>4. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> 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 <b>company name or e-Voting service provider i.e. NSDL</b> and you will be redirected to eVoting website of NSDL for casting your vote during the</li> </ol>
	<p>remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <ol style="list-style-type: none"> <li>5. Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <div data-bbox="656 1417 1153 1709" data-label="Image">  </div>

Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on <b>login icon &amp; My Easi New (Token) Tab</b> and then user your existing my easi username &amp; password.</li> <li>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; 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.</li> <li>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; <b>New System My easi Tab</b> and then click on registration option.</li> <li>4. Alternatively, the user can directly access <b>e-Voting page</b> by providing Demat Account Number and PAN No. from e-voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned 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 <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> 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 <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 22 55 33.
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**B) Login Method for e-Voting 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?		
<ol style="list-style-type: none"> <li>1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile.</li> <li>2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.</li> <li>3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <a href="https://eservices.nsdl.com/">https://eservices.nsdl.com/</a> 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.</li> <li>4. Your User ID details are given below :</li> </ol>		
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***
<p>5. Password details for shareholders other than Individual shareholders are given below:</p> <p>a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.</p> <p>b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.</p> <p>c) How to retrieve your 'initial password'?</p> <p>(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.</p> <p>(ii) If your email ID is not registered, please follow steps mentioned below in <b>process for those shareholders whose email ids are not registered.</b></p>		
<p>6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:</p> <p>a) Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a>.</p> <p>b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a>.</p> <p>c) If you are still unable to get the password by aforesaid two options, you can send a request at <a href="mailto:evoting@nsdl.com">evoting@nsdl.com</a> mentioning your demat account number/folio number, your PAN, your name and your registered address etc.</p> <p>d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.</p> <p>7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.</p> <p>8. Now, you will have to click on "Login" button.</p> <p>9. After you click on the "Login" button, Home page of e-Voting will open.</p>		

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

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

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

#### General Guidelines for shareholders:

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

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [cs@kenrikindustries.net](mailto:cs@kenrikindustries.net)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [cs@kenrikindustries.net](mailto:cs@kenrikindustries.net). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to [evoting@nsdl.com](mailto:evoting@nsdl.com) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

13. The Scrutinizer shall, after the conclusion of voting at the AGM, unblock the votes cast through remote e-Voting and count the same, and count the votes cast during the AGM, and shall make, not later than 48 hours from the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith. The Scrutinizer's decision on the validity of the votes shall be final.

14. The results declared along with the report of Scrutinizer shall be placed on the website of the Company immediately after the declaration of results by the Chairman or any other Key Managerial

Personnel. The results shall also be forwarded to the Stock Exchange within 48 hours of the conclusion of Annual General Meeting.

**CONTACT DETAILS:**

Company	<b>KENRIK INDUSTRIES LIMITED</b> <u>Reg. Office:</u> B-306, East Face, Nr. S P Ring Road, Ambli Road, Behind Maruti Suzuki Showroom, Ambli, Daskroi, Ahmedabad, Gujarat, 380058 <u>Sales Office:</u> 171/FF/9, Bhawani Chambers, Hathi Khana, Ahmedabad, Gujarat-380001. Contact Person: Nitin Dalpatlal Shah Mobile No: +91 9023666986 Email Id: Info@kenrikindustries.net Website: <a href="http://www.kenrikindustries.net">www.kenrikindustries.net</a>
Registrar and Transfer Agent	<b>Skyline Financial Services Private Limited</b> Address: D-153A , 1st Floor, Okhla Industrial Area, Phase -I, New Delhi - 110 020 Tel. Number: 011-26812682-83 Email Id: <a href="mailto:admit@skylinerta.com">admit@skylinerta.com</a> Investors Grievance Id: <a href="mailto:investors@skylinerta.com">investors@skylinerta.com</a> Website: <a href="http://www.skylinerta.com">www.skylinerta.com</a>
E-Voting Agency & VC / OAVM	Email: <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> NSDL help desk: 1800 1020 990 and 1800 22 44 30. You may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a> .
Scrutinizer	M/s Dharti Patel & Associates Company Secretaries Email: <a href="mailto:csdhartipatel@gmail.com">csdhartipatel@gmail.com</a> Contact No. +91 7487033350

**ANNEXURE TO NOTICE****Explanatory Statement Pursuant to Section 102 of the Companies Act, 2013 and / or Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015****In respect of Item No. 03: Appointment Of M/S. Dharti Patel & Associates, Practicing Company Secretary as Secretarial Auditor of The Company for A First Term of Five Years and To Pass with Or Without Modification(S): Ordinary Resolution**

Pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Third Amendment) Regulations, 2024 ("SEBI Listing Regulations"), on the basis of recommendation of Board of Directors, the Company shall appoint or 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 ("AGM").

Based on the recommendation of the Audit Committee, the Board of Directors has approved the appointment of M/s. Dharti Patel & Associates, Company Secretaries in Practice, (CP No. 19303), as the Secretarial Auditors of the Company for a period of five consecutive financial years from 2024-25 to 2028-29. The appointment is subject to shareholders' approval at the AGM. While recommending Dharti Patel & Associates for appointment, the Audit Committee and the Board based on past audit experience of the audit firm particularly in auditing large companies, valued various factors, including the firm's capability to handle a diverse and complex business environment, its existing experience in the various business segments, the clientele it serves, and its technical expertise.

Pursuant to Regulation 36(5) of SEBI Listing Regulations as amended, the credentials and terms of appointment of will be discussed thereon. None of the Directors or key managerial personnel or their relatives is in any way concerned or interested, financially or otherwise in the said resolution

**In respect of Item No. 04: Regularization of Additional Independent Director, Ms. Sweta Rasikbhai Panchal [Din: 10298714] as an Independent (Non-Executive) Director of the Company: Ordinary Resolution**

The Board of Directors of the Company at its meeting held on 19th March 2025, appointed Ms. Sweta Rasikbhai Panchal [Din: 10298714] as an Additional Director of the Company in the capacity of Non-Executive Independent Director who shall hold office up to the ensuing General Meeting, subject to the approval of the Members of the Company. The Board have recommended the appointment of Ms. Sweta Rasikbhai Panchal [Din: 10298714] as an Independent Director pursuant to the provisions of Section 149, 152 of the Companies Act, 2013.

The Company has received from Ms. Sweta Rasikbhai Panchal [Din: 10298714] consent to act as a Director in terms of section 152 of the Companies Act, 2013 and a declaration that She is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

In the opinion of the Board, Ms. Sweta Rasikbhai Panchal [Din: 10298714] fulfils the conditions specified in Section 149 of the Companies Act, 2013 and rules made there under and, for his appointment as Director of the Company. Considering Ms. Sweta Rasikbhai Panchal [Din: 10298714] knowledge and experience, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as Independent Director of the Company.

Pursuant to Secretarial Standards-2 issued by the Institute of Company Secretaries of India, additional information about Ms. Sweta Rasikbhai Panchal is annexed in "Annexure-A" to this Notice.



**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date: September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07714540**

**Disclosure under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards-2 issued by ICSI:**

**Item No. 2:**

<b>Name</b>	<b>Mr. Nitin Dalpatlal Shah</b>
<b>Date of Birth</b>	June 02, 1968
<b>Qualification</b>	Bachelor of Commerce from Gujarat University in the year 1988
<b>Date of appointment</b>	28-02-2017; Designation changed to Managing Director w.e.f. 16-02-2018
<b>Experience - Expertise in specific functional areas - Job profile and suitability</b>	Mr. Nitin Dalpatlal Shah has more than 25 years of experience in the field of Finance and Jewellery.
<b>No. of Shares held as on March 31, 2025</b>	45,77,900
<b>Remuneration Last Drawn</b>	N.A.
<b>Remuneration sought to be paid</b>	N.A.
<b>Number of Board Meetings attended during the Financial Year 2024-25</b>	11 out of 11
<b>Date of Original Appointment</b>	February 28, 2017
<b>Date of Appointment in current terms</b>	February 16, 2018
<b>Directorships held in other public companies including deemed public companies and excluding our Company, Section 8 Companies, Struck off Companies and LLPs.</b>	1. A N N Capital Finance Private Limited
<b>Memberships / Chairmanships of committees of public companies*</b>	Membership – 2 Committees Chairmanship – Nil
<b>Inter-se Relationship with other Directors.</b>	Father of Nihar Nitinbhai Shah
<b>Information as required pursuant to NSE Circular No. NSE/CML/2018/24 dated June 20, 2018</b>	Mr. Nitin Dalpatlal Shah is not debarred from holding the office of director pursuant to any SEBI order or any other authority
<b>Listed Entities from which Director has resigned as Director in past 3 years.</b>	NIL

\*Committee includes the Audit Committee and Stakeholders' Grievance Committee

**Disclosure under Regulation 36 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards-2 issued by ICSI:**

**Item No. 4:**

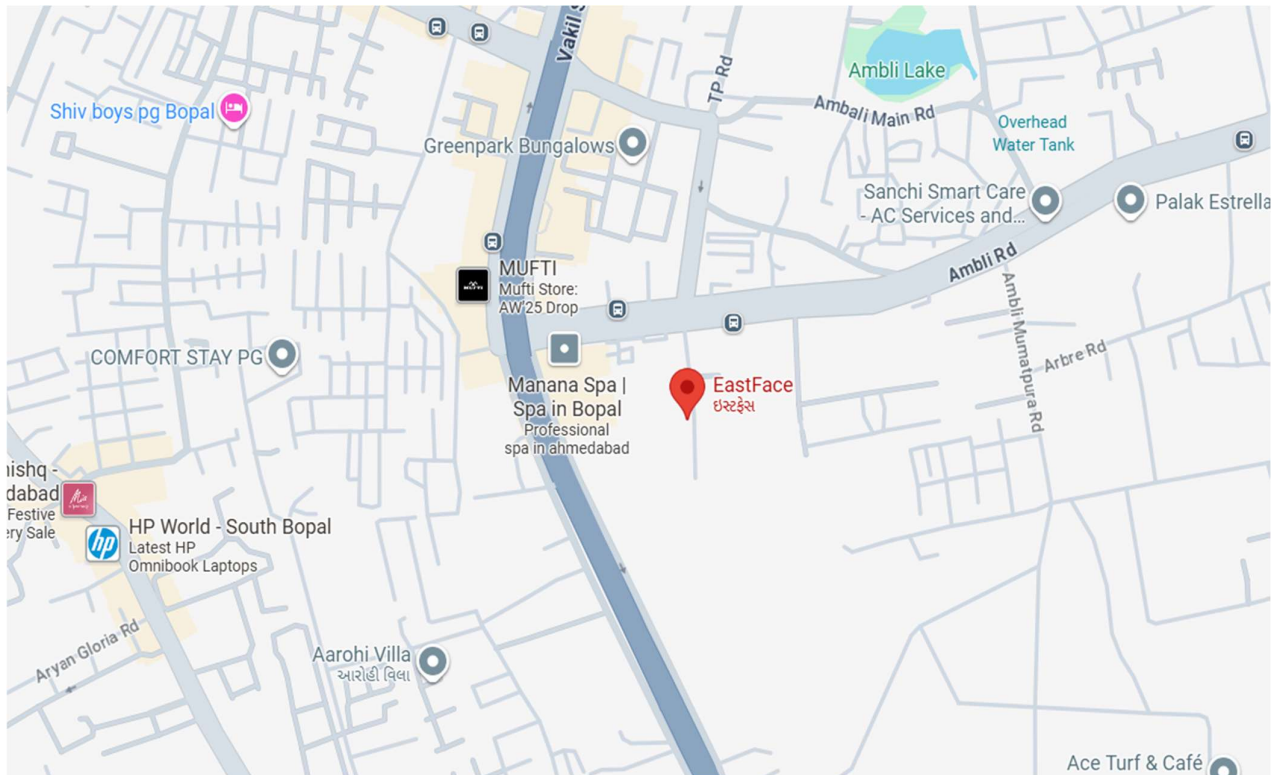
<b>Name</b>	<b>Ms. Sweta Rasikbhai Panchal</b>
<b>Date of Birth</b>	March 01, 1995
<b>Qualification</b>	-
<b>Experience - Expertise in specific functional areas - Job profile and suitability</b>	Ms. Sweta Rasikbhai Panchal is having a Bachelor's Degree in Accounting and finance from Mumbai University, India.
<b>No. of Shares held as on March 31, 2025</b>	-
<b>Remuneration Last Drawn</b>	N.A.
<b>Remuneration sought to be paid</b>	N.A.
<b>Number of Board Meetings attended during the Financial Year 2024-25</b>	NIL
<b>Date of Original Appointment</b>	March 19, 2025
<b>Date of Appointment in current terms</b>	-
<b>Directorships held in other public companies including deemed public companies and excluding our Company, Section 8 Companies, Struck off Companies and LLPs.</b>	<ol style="list-style-type: none"> <li>1. MPF Systems Limited</li> <li>2. Veronica Production Limited</li> <li>3. Raghuvir Exim Limited</li> </ol>
<b>Memberships / Chairmanships of committees of public companies*</b>	Membership – 2 Committees Chairmanship – Nil
<b>Inter-se Relationship with other Directors.</b>	N.A.
<b>Information as required pursuant to NSE Circular No. NSE/CML/2018/24 dated June 20, 2018</b>	Ms. Sweta Rasikbhai Panchal is not debarred from holding the office of director pursuant to any SEBI order or any other authority
<b>Listed Entities from which Director has resigned as Director in past 3 years.</b>	<ol style="list-style-type: none"> <li>1. Padmanabh Industries Limited</li> <li>2. Mihika Industries Limited</li> <li>3. Mercury Trade Links Limited</li> </ol>

\*Committee includes the Audit Committee and Stakeholders' Grievance Committee

**ROUTE MAP TO AGM-****Registered Office: -****Kenrik Industries Limited**

**Registered Office:** B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India

**Email Id:** [cs@kenrikindustries.net](mailto:cs@kenrikindustries.net),



## DIRECTORS' REPORT

To,  
The Members,  
KENRIK INDUSTRIES LIMITED

Your directors have immense pleasure in presenting the 9<sup>th</sup> **Annual Report** of KENRIK INDUSTRIES LIMITED along with the Audited Financial Statements for the year ended March 31, 2025.

### BRIEF HISTORY:

*The Company was originally incorporated as Kenrik Industries private limited as a privately held company vide Certificate of Incorporation dated February 28, 2017, issued by the Registrar of Companies, Gujarat, Dadra and Nagar Haveli. Later on, Kenrik Industries private limited was converted from a private limited company to a public limited company pursuant to a resolution passed in the Extra-Ordinary General Meeting of the company dated April 14, 2018 and the name of the company was changed to KENRIK INDUSTRIES LIMITED with a fresh certificate of incorporation dated April 27, 2018 issued to the company by the Registrar of Companies, Ahmedabad.*

***The Company get listed on SME Platform of Bombay Stock Exchange of India Limited (BSE SME) on May 09, 2025.***

### FINANCIAL SUMMARY AND HIGHLIGHTS:

The Company's Audited Financial Statements as of March 31, 2025, have been meticulously prepared in accordance with the applicable Ind AS, as well as Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations), and the pertinent provisions outlined in the Companies Act, 2013 (the "Act").

(Rs. In Lakhs)

Particulars	2024-2025	2023-2024
Total Revenue	7478.58	7094.28
Total Expenses	7330.06	6952.51
<b>Profit / (Loss) Before Taxation and Exceptional item</b>	<b>148.52</b>	<b>141.77</b>
Exceptional item	0.00	0.00
Profit before Taxation	<b>148.52</b>	<b>141.77</b>
Provision for Income Tax	40.25	36.39
Provision for Deferred Tax	0.19	(1.65)
<b>Profit after Taxation</b>	<b>99.31</b>	<b>107.04</b>

*For the year ended 31st March 2025, your Company has reported total revenue and net profit after taxation of Rs. 7478.58 (in Lakhs) and Rs 99.31 (in Lakhs) respectively. Last year total revenue and net profit after taxation was Rs. 7094.28/- (in Lakhs) and Rs. 107.04/- (in Lakhs).*

### REVIEW OF BUSINESS OPERATION

#### 1. FINANCIAL PERFORMANCE:

- During the financial year, the revenue from operation for the financial year ended on 31.03.2025 was Rs.7474.24 (in lakhs) as on basis of Audited financial Statement

prepared as per Companies Act, 2013 with the applicable Ind AS for the financial year 2024-25.

- Furthermore, In Comparison to the Financial year 2023-24, the revenue from operation was Rs. 7077.05 (in lakhs) (Rupees Sixty-Four Lakhs Two Thousand) reported in the previous financial year ended on 31.03.2024.

## 2. DIVIDEND

The Board of Directors of the Company has decided not to declare any dividend for the financial year ended March 31, 2025. The retained earnings will be utilized to strengthen the financial position and support ongoing and future business initiatives.

## 3. TRANSFER TO RESERVES

During the financial year ended March 31, 2025, KENRIK INDUSTRIES LIMITED has not transferred an amount to the Securities Premium Reserve.

## 4. CHANGE IN THE NATURE OF BUSINESS:

As required to be reported pursuant to Section 134(3)(q) read with Rule 8(5) (ii) of Companies (Accounts) Rules, 2014, There is no change in the nature of business carried on by company during the financial year 2024-25.

## 5. LISTING OF SHARES ON SME PLATFORM OF BSE LIMITED

During the financial year 2025-26, KENRIK INDUSTRIES LIMITED has successfully listed its 34,98,000 equity shares on the SME Platform of BSE Limited on **May 09, 2025**. This significant milestone marks a new chapter in the Company's growth journey, providing it with enhanced visibility and access to a broader investor base.

## 6. SHARE CAPITAL

The company has only one class of shares i.e. Equity shares of Rs. 10/- each only and all Equity Shares are ranked pari-passu in all respect. All Equity Shares issued are fully paid-up during the period under review:

- ❖ The **Authorized Share Capital** of the Company is Rs. 13,00,00,000/- (Rupees Thirteen Crore Only)
- ❖ **Issued, Subscribed, and Paid-up Equity Share Capital** is Rs. 8,99,99,999 /- (Rupees Eight Crore ninety-nine lakh ninety-nine thousand nine hundred ninety-nine Only).

### 6.1. CHANGES IN SHARE CAPITAL

During the period 2024-25 under review, The Authorised Equity Share Capital and Paid-up Equity Capital has been changed in the manner set forth below:

#### 1. Authorized Equity Share Capital:

Sr. No.	Particulars of Increase	No. of Equity Shares	Authorized Share Capital (In Rs.)	Date of Meeting	Whether AGM/ EGM
1.	On Incorporation	10,000	1,00,000	N.A	N.A

2.	Increase in authorized equity share capital from Rs. 1.00 Lakhs to Rs. 1000.00 Lakhs	10,00,000	1,00,00,000	March 01, 2017	EGM
3.	Increase in authorized equity share capital from Rs. 1000.00 Lakhs to Rs. 5000.00 Lakhs	50,00,000	5,00,00,000	April 07, 2017	EGM
4.	Increase in authorized equity share capital from Rs. 5000.00 Lakhs to Rs. 9000.00 Lakhs	90,00,000	9,00,00,000	March 12, 2018	EGM
5.	Increase in authorized equity share capital from Rs. 9000.00 Lakhs to Rs. 13000.00 Lakhs	1,30,00,000	13,00,00,000	September 28, 2023	EGM

## 2. Initial Public Offering (IPO):

On May 09, 2025, the Company successfully completed its IPO by way of issuing 34,98,000 Equity Share. This IPO marks a significant milestone, enhancing the Company's capital base and providing access to a broader investor base through the listing on the SME Platform of BSE Limited

### Summary of Share Capital:

Authorized Capital:	Rs. 13,00,00,000/-
Paid-up Capital After IPO	Rs. 8,99,99,999/-

## 7. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### 7.1. CONSTITUTION OF BOARD:

The following is the constitution of Board of Directors and KMPs of the company as on 31<sup>st</sup> March, 2025:

S. No.	Name of the Directors and Key Managerial Personnel (KMPs)	Designation	Date of Appointment at current Term	No. of Shares held as on March 31, 2025.
1.	Nitin Dalpat Lal Shah	Promoter, Chairman and Managing Director.	28.02.2017	45,77,900
2.	Nihar Nitinbhai Shah	Promoter, Executive director	28.02.2017	29,56,600
3.	Nihar Nitinbhai Shah	Chief financial officer	16.02.2018	29,56,600
4.	Akshay Hiteshkumar Soni	Non-Executive Independent Director	20.08.2018	-
5.	Nishit Dushyant Shah	Non-Executive Independent Director	22.05.2023	-
6.	Sweta Rasikbhai Panchal	Additional director	19.03.2025	-
7.	Zalakben Chintan Gajjar	Company Secretary and Compliance Officer	01.03.2025	-

Mr. Nitin Dalpatlal Shah will retire at the forthcoming Annual General Meeting of the Company and being eligible, offer himself for reappointment.

**7.2. CHANGES IN THE BOARD OF DIRECTORS DURING FINANCIAL YEAR 2024-25**

Name of the Directors	Date of Event	Nature of Event	Reason for the changes in the board
Shivangi Bipinchandra Gajjar	19.02.2025	Resignation	She had resigned from February 19,2025 from the post of Non- Executive Independent Director.
Kiran N. Prajapati	28.02.2025	Resignation	She had resigned from February 28,2025 from the post of Company secretary and compliance officer.
Zalakben Chintan Gajjar	01.03.2025	Appointment	Commencing on March 01, 2025, she was designated as Company secretary and compliance officer.
Sweta Rasikbhai Panchal	19.03.2025	Appointment	Commencing on March 19, 2025, she was designated as an Additional Non-Executive Independent Director of the Company.

**7.3. BOARD MEETINGS**

During the year under review, 11 (Eleven) Board Meetings were convened as and when required. The gap between two consecutive meetings was not more than one hundred and twenty days as provided in section 173 of the Act. The details of attendance of each Director at the Board Meeting are given below;

Sr. No.	Date of the Board Meeting	No. of Director entitled to attend the meeting	No. of directors who attended the Meeting	Name of the Directors present
1.	01.04.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
2.	22.04.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
3.	20.05.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
4.	11.06.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah

5.	28.08.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
6.	08.11.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
7.	21.12.2024	5	5	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Shivangi Gajjar Akshay Hiteshkumar Soni Nishit Dushyant Shah
8.	19.02.2025	4	4	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Nishit Dushyant Shah Akshay Hiteshkumar Soni
9.	28.02.2025	4	4	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Nishit Dushyant Shah Akshay Hiteshkumar Soni
10.	01.03.2025	4	4	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Nishit Dushyant Shah Akshay Hiteshkumar Soni
11.	19.03.2025	4	4	Nitin Dalpatlal Shah Nihar Nitinbhai Shah Nishit Dushyant Shah Akshay Hiteshkumar Soni

Furthermore, during the year under review, 2 (Two) Audit Committee Meetings, 1 (One) Stakeholders Relationship Committee Meeting, 1 (One) Nomination and Remuneration Committee Meeting, 1 (One) Independent Directors Meeting were convened and held:

	Date of the Board Meeting	No. of Director entitled to attend the meeting	No. of directors who attended the Meeting	Name of the Directors present
Audit Committee Meeting	20.05.2024	3	3	Akshay Hiteshkumar Soni
				Shivangi Gajjar
				Nitin Dalpatlal Shah
Audit Committee Meeting	08.11.2024	3	3	Akshay Hiteshkumar Soni
				Shivangi Gajjar
				Nitin Dalpatlal Shah
Nomination & Remuneration Committee Meeting	15.06.2024	3	3	Shivangi Gajjar
				Akshay Hiteshkumar Soni
				Nishit Dushyant Shah
Stakeholders Relationship Committee Meeting	22.01.2025	3	3	Akshay Hiteshkumar Soni
				Shivangi Gajjar
				Nitin Dalpatlal Shah

**7.4. GENERAL MEETINGS:**

During the year under review, the following General Meetings were held, the details of which are given as under:

Sr. no.	Type of General Meeting	Date of General Meeting
1.	Extra Ordinary General Meeting	17.05.2024
2.	Annual General Meeting	30.09.2024

**Disclosure by Directors:**

The Directors on the Board have submitted notice of interest under Section 184(1) of the Companies Act, 2013 i.e. in Form MBP-1, intimation under Section 164(2) of the Companies Act, 2013 i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company.

**8. PERFORMANCE EVALUATION:**

The Board of Directors has carried out an annual evaluation of its own performance, board committees and individual directors pursuant to the provisions of the Companies Act, 2013 in the following manners;

- The performance of the board was evaluated by the board, after seeking inputs from all the directors, on the basis of the criteria such as the board composition and structure, effectiveness of board processes, information and functioning etc.
- The performance of the committees was evaluated by the board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.
- The board and the nomination and remuneration committee reviewed the performance of the individual directors on the basis of the criteria such as the contribution of the individual director to the board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

**9. DECLARATION BY INDEPENDENT DIRECTORS**

The Independent Directors have submitted their declarations of independence confirming that he/she met with the criteria of independence as laid out in section 149(7) of the Companies Act, 2013 and under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**10. MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

Management Discussion and Analysis Report for the year under review as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges in India is enclosed as per “**ANNEXURE - A**” and forms the part of this Report.

**11. CORPORATE GOVERNANCE REPORT**

The Corporate Governance Report as per Regulation 15(2) is not applicable on the Company. Please find enclosed Non applicability Certificate as “**ANNEXURE - B**”.

**12. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to the Financial Statement for the year ended on March 31, 2024. Furthermore, The Company has duly taken the approval of board of directors and shareholders to comply with limits prescribed under the provisions of Section 186.

### 13. COMPANY'S POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION INCLUDING CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES, INDEPENDENCE OF A DIRECTOR AND OTHER MATTERS PROVIDED UNDER SUB-SECTION (3) OF SECTION 178:

The Nomination and Remuneration Committee of the Board consist of:

- Ms. Sweta Rasikbhai Panchal (DIN:10298714)
- Mr. Akshay Hiteshkumar Soni (DIN: 08202654)
- Mr. Nishit Dushyant Shah (DIN: 10070221)

With terms of Section 178 of the Companies Act 2013 read with rule 6 of the Companies (Meeting of Board and its Power) Rules 2014.

#### Salient Features of the Nomination and Remuneration Policy are;

- a. Policy on Appointment of Directors, Key Managerial Personnel and Senior Management Personnel:
  - The policy is formulated to identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, Key Managerial Personnel and Senior Management personnel and recommend to the Board for his / her appointment.
  - A person should possess adequate qualification, expertise and experience for the position he/she is considered for appointment.
  - In case of appointment of Independent Director, the Committee shall satisfy itself with regard to the independent nature of the Director vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.
- b. Policy on remuneration of Director, KMP and Senior Management Personnel:

The Company's remuneration policy is driven by the success and performance of Director, KMP and Senior Management Personnel vis-à-vis the Company. The Company's philosophy is to align them with adequate compensation so that the compensation is used as a strategic tool that helps us to attract, retain and motivate highly talented individuals who are committed to the core value of the Company. The Company follows mixed of fixed pay, benefits and performance based variable pay. The Company pays remuneration by way of salary, benefits, perquisites and allowance. The remuneration and sitting fees paid by the Company are within the salary scale approved by the Board and Shareholders.

The Nomination and Remuneration Policy, as adopted by the Board of Directors, is annexed as **"ANNEXURE - C"**

### 14. WEB ADDRESS OF ANNUAL RETURN:

In pursuance to Section 92 and 134 (3) (a) of the Companies Act, 2013 read with Rule 12 of Companies (Management and Administration) Rules, 2014, the Annual Return in Form MGT-7 for the financial year ended March 31, 2024 is placed on the Company's website and can be accessed at [www.kenrikindustries.net](http://www.kenrikindustries.net).

### 15. SECRETARIAL STANDARDS

During the year under review, your company has complied with the applicable Secretarial Standards.

### 16. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirement under section 134(3) (C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- (i) In the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March, 2025, the applicable accounting standards had been followed along with proper explanation relating to material departures;

- (ii) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31<sup>st</sup> March, 2025 and of the profit and loss of the company for that period;
- (iii) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) The directors had prepared the annual accounts on a going concern basis;
- (v) The directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and are operating effectively; and
- (vi) 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.

#### **17. DETAILS OF THE ASSOCIATES/ JOINT VENTURE / SUBSIDIARIES COMPANIES:**

During the financial year 2024-25, KENRIK INDUSTRIES LIMITED did not have any associates, joint ventures, or subsidiary companies. The Company continues to focus on its core operations and strategic initiatives to drive growth and enhance shareholder value.

#### **18. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

During the year under review, all the related party transactions are entered on arm's length basis, in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. There are not any materially significant related party transactions made by the Company with Entities in which Promoters, Directors are interested, which may have potential conflict with the interest of the Company at large or which requires the approval of the shareholders.

#### **19. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Information on conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under section 134(3)(m) of the Act read with the Companies (Accounts) Rules, 2014, are provided as an **"ANNEXURE - D"**.

#### **20. AUDITORS OF THE COMPANY:**

##### **❖ STATUTORY AUDITOR**

M/s. VSSB & Associates, Chartered Accountants (Firm Registration No. 121356W) as Statutory Auditor of the Company, were re-appointed at 5<sup>th</sup> Annual General Meeting held in the calendar year 2022, for the period of five consecutive years from the conclusion this ensuing AGM till the conclusion of 10<sup>th</sup> Annual General Meeting of the Company to be held in the calendar year 2026.

The Notes to the financial statements referred in the Auditors Report are self-explanatory. The Auditors' Report does not contain any qualification, reservation or adverse remark. The Auditors' Report is enclosed with the financial statements in this Annual Report.

##### **❖ SECRETARIAL AUDITOR**

Pursuant to provisions of sub-section (1) of Section 204 of the Companies Act 2013, the Company is required to annex with its Board's Report a secretarial audit report, given by the Company Secretary in practice.

The secretarial audit of the Company has been conducted by M/s Dharti Patel & Associates, Company Secretaries in Practice and their report on the secretarial audit for the year under review attached and marked as “**ANNEXURE -E**”.

❖ **COST AUDITOR**

During the year under review, The Company is not required to appoint cost auditor to conduct cost audit of the company for the financial year 2024-25.

**21. DISCLOSURE OF MAINTENANCE OF COST RECORDS:**

In terms of Section 148 of the Companies Act, 2013 read with Companies (Cost records and audits) Rules, 2014, the company is not required to maintain the Cost Records pursuant to rules made by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company for the financial year 2024-25.

**22. BOARD'S COMMENTS ON QUALIFICATION, RESERVATION & ADVERSE REMARKS OR DISCLAIMER MADE BY:**

- ❖ **Statutory Auditors** – Audit Report given by the Statutory Auditor is self-explanatory in nature thus no explanation or comments required from the board of director.
- ❖ **Cost Auditors: - N.A.**
- ❖ **Secretarial Auditors** – Secretarial Audit Report given by the Secretarial Auditor is self-explanatory in nature thus no explanation or comments required from the board of director.

**23. DEPOSITS**

The Company has neither invited nor accepted any deposits from the public during the year. There is no unclaimed or unpaid deposit lying with the Company as on the financial year end date. (In Rupees)

Deposits accepted during the year (including renewed during the year)	Nil
Deposits remained unpaid or unclaimed as the end of the year	Nil
Default in repayment of deposits or payment of interest thereon during the year and if so number of such cases and the total amount involved	Nil
(i) at the beginning of the year;	
(ii) maximum during the year	
(iii) at the end of the year	
Deposits which are not in compliance with requirement of Chapter V of the Companies Act, 2013	Nil

**24. CORPORATE SOCIAL RESPONSIBILITY**

The disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014 is not applicable as Company is not covered under the criteria mentioned in Section 135(1) of Companies Act, 2013.

**25. STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS**

Pursuant to Section 134 (3)(q) read with Rule 8(5) (viii) of Companies (Accounts) Rules, 2014, and ICAI guidance note on adequacy on internal financial controls with reference to financial statements, it is stated that there is adequate internal control system in the Company.

## 26. INTERNAL FINANCIAL CONTROL

The Board has adopted the policies and procedures 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 disclosures.

## 27. CORPORATE POLICY

We seek to promote and follow the highest level of ethical standards in our business transactions. The Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, SEBI (Prohibition of Insider Trading) Regulations, 2018 and Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 mandated the formulation of certain policies for all listed companies.

The Policies are reviewed periodically by the Board and updated on the basis of need and new compliance.

**The Key Policies are as follows:**

Name of The Policy	Brief Description
<b>Risk Management Policy</b>	The Company has a Risk Management Policy with an objective to formalize the process of identification of potential risk and adopt appropriate risk mitigation measures through a risk management structure. The Risk Management Policy is a step taken by the Company towards strengthening the existing controls. The Business of the Company solely depends upon the agricultural produce which is highly seasonal and this is a major element of risk which may threaten the existence of the Company.
<b>Policy for determining materiality of event or Information</b>	The Objective of this policy is to outline the guidelines to be followed by the Company for consistent, transparent and timely public disclosures of material information events/information and to ensure that such information is adequately disseminated to the stock Exchange(s) where the securities of the Company are listed in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality.
<b>Policy of Preservation of Records</b>	This policy sets the Standards for classifying, managing and storing the records of the Company. The Purpose of this policy is to establish framework for effective records Management and the process for subsequent archival of such records.
<b>Sexual Harassment Policy</b>	The Company has zero tolerance for sexual harassment of women at workplace and has adopted a policy against sexual harassment in line with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder.
<b>Other policies</b>	Policies like: Policy for Determining Material Subsidiaries, Insider Trading Prohibition Code Pursuant to SEBI (PIT) Regulations, 2015, Policy on Related Party Transaction(s), Policy on Familiarization of Independent Directors are prepared by the Company and followed in its true letter and spirit.

## 28. MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR.

Your Company under goes to listing procedure on BSE SME Platform after the closure of financial year 2024-25. The Draft red herring prospectus of the company has been filed on May 09, 2025. Looking thereafter the BSE issued the in-principal letter dated March 08, 2025 for proposed issue of 51, 84,000 equity shares.

- After all due compliances and diligence, BSE has issued Listing & Trading Approval letter vide number LO\SME-IPO\PJ\TP\42\2025-26 dated May 08, 2025. The equity share of the company was listed on Exchange effective from **May 09, 2025**.
- Thus, it was have been material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

## 29. GENERAL DISCLOSURE:

Your Directors state that the Company has made disclosures in this report for the items prescribed in section 134 (3) of the Act and Rule 8 of The Companies (Accounts) Rules, 2014 and other applicable provisions of the act and listing regulations, to the extent the transactions took place on those items during the year.

### 29.1. Voluntary Revision of Financial Statements or Board's Report

The Company is complying with the provisions of Section 129 or 134 of Companies Act, 2013 so there is no voluntary revision done by the company during financial year 2024- 25.

### 29.2. INSURANCE:

The movable and immovable properties of the Company including plant and Machinery and stocks wherever necessary and to the extent required have been adequately insured against the risks of fire, riot, strike, malicious damage etc. as per the consistent policy of the Company.

### 29.3. Share Capital and Provision of Money by Company for Purchase of its Own Shares by Trustees or Employees For The Benefit of Employees

Your Company has not issued any equity shares with differential rights, sweat equity shares, employee stock options and neither made any provision of money for purchase of its own shares by trustees or employees for the benefit of employees for the financial year ended 31.03.2025.

### 29.4. Equity Shares with Differential Rights.

The company under the provision of Section 43 of the Companies Act, 2013, read with Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014 has not issued any equity shares with differential rights.

### 29.5. Sweat Equity Shares

The company under the provision of Section 54 of the Companies Act, 2013 read with Rule 8(13) of the Companies (Share Capital and Debentures) Rules, 2014 has not issued any sweat equity shares.

### 29.6. Employees Stock Option Scheme (ESOS)

There is no issue of employee stock option during the year under review. The Board of directors, shall, inter alia, disclose in the Directors' Report for the year, the details as provided in Rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014.

## 30. SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

To foster a positive workplace environment, free from harassment of any nature, we have adopted policy on prevention, prohibition and Redressal of Sexual harassment at workplace and has duly constituted an Internal Complaints Committee in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. Further the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace. During the year under review, there were no incidences of sexual harassment reported.

### **31. RISK MANAGEMENT**

A well-defined risk management mechanism covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process is in place. The objective of the mechanism is to minimize the impact of risks identified and taking advance actions to mitigate it. The mechanism works on the principles of probability of occurrence and impact, if triggered. A detailed exercise is being carried out to identify, evaluate, monitor and manage both business and non-business risks.

### **32. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143 (12) OTHER THAN THOSE WHICH ARE REPORTABLE TO CENTRAL GOVERNMENT:**

M/s. VSSB & Associates, Chartered Accountants were Statutory Auditors of the Company for the period of Financial Year 2024-25. They have not reported any instances of fraud committed by the Company's officers or employees to the Audit Committee under Section 143(12) of the Act, as required for disclosure in this report.

### **33. DETAILS OF APPLICATION MADE OR PROCEEDINGS PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE 2016**

During the year under review, the Company has not made any application before the National Company Law Tribunal under Insolvency and Bankruptcy Code, 2016 for recovery of outstanding loans against customer and there is no pending proceeding against the Company under Insolvency and Bankruptcy Code, 2016.

### **34. SIGNIFICANT AND MATERIAL ORDERS**

There were no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

### **35. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH REASONS THEREOF: Not Applicable**

### **36. APPRECIATIONS AND ACKNOWLEDGEMENT**

Your directors wish to place on record their sincere appreciation for significant contributions made by the employees at all levels through their dedication, hard work and commitment during the year under review.

The Board places on record its appreciation for the support and co-operation your Company has been receiving from its suppliers, distributors, retailers, business partners and others associated with it as its trading partners. Your Company looks upon them as partners in its progress and has shared with them the rewards of growth. It will be your Company's endeavour to build and nurture strong links with the trade based on mutuality of benefits, respect for and co-operation with each other, consistent with consumer interests.



Your directors also take this opportunity to thank all Shareholders, Clients, Vendors, Banks, Government and Regulatory Authorities and Stock Exchanges, for their continued support.

**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date : September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07715360**

## ANNEXURE - A

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The management discussion and analysis report provide an over view of the financial activities for the fiscal year ended on 31<sup>st</sup> March 2025, gives an overall sight of the spinning industry, opportunities and threats in the business and Company's strategy to deal with that. This report is designed to focus on current years' activities, resulting changes and other known facts in conjunction to the financial and strategic position of the Company.

**GEMS & JEWELLERY INDUSTRY STRUCTURE AND DEVELOPMENTS**

The Indian jewellery industry remains a cornerstone of the nation's retail sector, with gold and diamond jewellery continuing to be in high demand across urban and rural markets. In FY 2024–25, despite inflationary pressures and global economic uncertainty, the industry maintained resilience, supported by cultural affinity towards gold, rising disposable income, and increased digital penetration. Organized jewellery retail continued gaining ground, driven by consumer preference for trust, certification, and transparent pricing.

**KEY INDUSTRY TRENDS:**

- **Gold Prices:** In FY 2024–25, gold prices remained elevated throughout the year, contributing to significant shifts in consumer behavior. Despite a 5% rise in overall gold demand to 802.8 tonnes, jewellery demand fell by 2% to 563.4 tonnes due to high prices deterring discretionary purchases. In contrast, investment demand surged by 29% to 239.4 tonnes, reflecting growing consumer preference for gold ETFs, coins, and bars over traditional jewellery.
- **Shift in Consumer Preferences:** Consumers are increasingly opting for solitaires and studded jewellery over traditional gold pieces. This shift is attributed to the rising cost of gold and the growing appeal of diamond and gemstone-adorned jewellery.
- **Digital Gold Investment:** With soaring gold prices and low retail jewellery demand, there has been a significant rise in Gold Exchange-Traded Fund (ETF) investments.
- **Export Challenges:** India's exports of cut and polished diamonds dropped to their lowest point in nearly 20 years during FY 2024/25, with a year-on-year decline of 16.8% to \$13.3 billion. This decline was driven by weak demand from key markets like the United States and China. \*

\*(Data has been retrieved through various sources)

**GOVERNMENT INITIATIVES AND BUDGETARY SUPPORT**

The Indian government has introduced several measures to support and promote the gems and jewellery industry:

- **Customs Duty Reduction:** In the Union Budget 2025, the government reduced the basic customs duty on gold and silver to 6% and on platinum to 6.4%. This move aims to enhance domestic value addition in gold and precious metal jewellery.
- **Taxation Reforms:** The government abolished the 2% equalisation levy and introduced a safe harbour tax on rough diamond trading, positioning India as a potential trading hub for diamonds.
- **Hallmarking Regulations:** From 1st April 2023, hallmarking of gold jewellery became mandatory, ensuring quality assurance and building consumer trust.
- **Infrastructure Development:** The establishment of the India Jewellery Park in Navi Mumbai and the Bharat Ratnam Mega Common Facility Centre in SEEPZ, Mumbai, aims to provide state-of-the-art infrastructure for jewellery manufacturing and exports.
- **Support for MSMEs and Artisans:** The government has introduced schemes like PM Vishwakarma, PM SVANidhi, and Stand-Up India to support artisans and MSMEs in the gem and jewellery sector. Additionally, the introduction of the Parichay Card facilitates access to social security benefits for workers.

## **OPPORTUNITIES AND THREATS FOR INDUSTRY**

### **OPPORTUNITIES:**

- Growing Preference for Branded Jewellery: The shift towards organized retail and branded jewellery is gaining momentum, driven by consumer trust and transparency.
- Expansion Potential in Tier-II and Tier-III Cities: There is significant growth potential in smaller cities and towns, where organized retail penetration is still low.
- Rising Demand for Lightweight and Contemporary Designs: Changing consumer preferences towards lightweight and daily wear jewellery present new avenues for growth.

### **THREATS:**

- Fluctuations in Gold Prices: Volatility in gold prices can impact consumer purchasing behaviour and profit margins.
- Regulatory Changes: Changes in taxation and import duties can affect cost structures and profitability.
- Competition from Unorganized Sector: The unorganized sector continues to pose a challenge, especially in price-sensitive markets.

Despite these risks, the gems and jewellery industry is a resilient industry, and it is expected to continue to grow in the coming years. In India this industry is one of the largest contributors to the global jewellery & diamond market and occupies a very significant position in the Indian economy.

Investment in sustainable jewellery has surged as consumers prioritize ethical and environmentally conscious choices.

## **GEMS AND JEWELLERY MARKET SIZE**

India's jewelry retail sector has surged to USD 80 billion (₹6400 billion) in the financial year 2025 from USD 50 billion in 2018, according to a report by Motilal Oswal Financial Services.

The report highlighted multiple drivers that led to the rapid growth of the industry, including rising disposable income, an improving mix for regular wear of jewelry, enhanced product offerings (design, diamonds, etc.), trust-building through mandatory hallmarking by the government, and a better buying experience at organized retail outlets.

## **EXPORT**

As per Ministry of Commerce and Trade:

Total exports of merchandise and services in FY 2024-25 begins with strong growth of 6.88%; estimated at USD 64.56 Billion in April 2025 as compared to USD 60.40 Billion in April 2023.

Non-petroleum & Non-Gems & Jewellery exports register an increase of 1.32% from USD 25.77 Billion in April 2023 to USD 26.11 Billion in April 2025.

## **FUTURE OUTLOOK**

India's gold, gems and jewellery sector expects more sops, infrastructure boosts and policy incentives in the upcoming Union Budget 2024-25 to make India a global leader in this business. The gold and jewellery industry, which contributes 1.3% to the Indian GDP and employs 2-3 million people, expects continuation of pro-growth and pro-gold policy reforms, including further ease of doing business to aid the industry's reform and organised growth, say industry leaders. Against the backdrop of high prices of gold, the industry demands the Government to reduce duties to curb the illicit import of gold into the country. At present total taxes on gold are over 18% (including 15% of import duty) and such

high taxes act as incentives for getting gold into the country from illicit routes, impacting tax-compliant industry stakeholders. Hence, the industry demands a significant reduction of import duty on gold from current highs of 15%, which was not considered in the past few Union Budgets.

### **RISKS & CONCERNS**

The company faces various risks, including fluctuations in gold prices, regulatory changes, and economic downturns. To mitigate these risks, Eighty Jewellers Limited employs a robust risk management framework, focusing on diversification, hedging strategies, and compliance with regulatory requirements.

### **INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY**

Your Company has in place an adequate system of internal control commensurate with its size and nature of business. The system provides a reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company and ensuring compliance with corporate policies.

Your Company has a business planning system to set targets and parameters for operations which are reviewed with actual performance to ensure timely initiation of corrective action, if required.

### **CAUTIONARY STATEMENT**

The above Management Discussion and Analysis describing the Company's objectives, projections, estimates and expectations may be "forward looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include external economic conditions affecting demand/supply influencing price conditions in the market in which the Company operates changes in Government regulations, tax laws, and other incidental factors.

**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date : September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07715360**

## ANNEXURE - B

## CORPORATE GOVERNANCE REPORT

M/s KENRIK INDUSTRIES LIMITED believes in adopting best practices in the area of Corporate Governance and follows the principles of full transparency and accountability.

The Company has been practicing the broad principles of Corporate Governance within the regulatory framework. While following the Corporate Governance principles, it lays strong emphasis on trusteeship, transparency, accountability and integrity in all facets of its operations and in all its interactions with shareholders, employees, Government and its customers.

We would like to inform you that the Company is a Listed entity on SME platform of Bombay Stock Exchange (BSE SME) and as per Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the compliance with the Corporate Governance provisions as specified in Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and Clauses (b) to (i) and (t) of sub-regulation (2) of Regulation 46 and Para C, D and E of Schedule V shall not apply to the company in respect to:

- (b) {a} Listed entity which has listed its specified securities on the SME Exchange.

Kindly note that company being covered under Regulation 15 (2) (b) [a] of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. In view of the aforesaid, We would like to affirm you that provisions stipulated under Regulations 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27 of the SEBI (Listing Regulations and Disclosure Obligations Requirements) Regulations, 2015 **are not applicable on the Company.**

Furthermore, The Company is not required to annexed Corporate Governance Report **due to non-applicability of Para C, D and E of Schedule V** in the Annual report of the company.

**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date : September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07715360**

## ANNEXURE - C

**Company's policy on Directors' Appointment and Remuneration including criteria for determining qualifications, positive attributes, and independence of a director recommended by the Nomination and Remuneration Committee of the Board and approved by the Board of directors.**

**Constitution of the Nomination and Remuneration Committee**

The Board has constituted the "Nomination and Remuneration Committee" of the Board. This is in line with the requirements under the New Act. The Board has authority to reconstitute this Committee from time to time.

**Policy for appointment including criteria for determining qualifications, positive attributes, and independence of a director of Director, KMPs and Senior Management**

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or senior management level and recommend to the Board his / her appointment.
- A person to be appointed as Director, KMP or senior management level should possess adequate qualification, expertise and experience for the position he / she is considered for appointment.
- The Committee has discretion to decide whether qualification, expertise and experience possessed by a person are sufficient /satisfactory for the concerned position.
- A person, to be appointed as Director, should possess impeccable reputation for integrity, deep expertise and insights in sectors / areas relevant to the Company, ability to contribute to the company's growth.
- Independence of directors is decided on the basis of definition of independent director contained in sub section 6 of section 149 of the Companies Act 2013.

**Policy relating to the remuneration for Directors, KMPs and other employees**

- The remuneration / compensation / commission etc. to Directors will be determined by the Committee and recommended to the Board for approval.
- The remuneration and commission to be paid to the Managing Director shall be in accordance with the provisions of the Companies Act, 2013, and the rules made thereunder.
- Increments to the existing remuneration / compensation structure may be recommended by the Committee to the Board which should be within the limits approved by the Shareholders in the case of Managing Director.
- Where any insurance is taken by the Company on behalf of its Managing Director and any other employees for indemnifying against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.
- The remuneration and reward structure for employees depends upon their qualification and experience. The Committee would determine the remuneration of the Directors and formulate guidelines for remuneration payable to the employees.

**ANNEXURE -D****Details of Conservation of Energy, Technology Absorption, Foreign Exchange earnings and outgo**

[Pursuant to Section 134(3)(m) of the Companies Act, 2013 and Rule 8(3) of the Companies (Accounts) Rules, 2014]

**1. CONSERVATION OF ENERGY:**

- i. The steps taken or impact on conservation of energy: No major steps have been taken by the Company. However, the Company continues its endeavour to improve energy conservation and utilization.
- ii. The steps taken by the Company for utilizing alternate sources of energy: The Company has continued its focus on energy conservation efforts through up-gradation of process with new technology. The technology installed by the Company has provided better results in quality and production and also reducing the overall cost of production and maintenance which effect production scheduling and various energy saving initiatives in all areas of production. However, the Company has not installed any alternate source of energy running on renewable energy source.
- iii. The capital investment on energy conservation equipment: Nil

**2. TECHNOLOGY ABSORPTION:**

- i. The effort made towards technology absorption: Your Company has been very thoughtful in installing new technology to reduce the production cost, improve yield, enhance product endurance and strengthen finish. However, no new technology has been installed by the Company during the year and all existing technology has been fully absorbed.
- ii. The benefit derived like product improvement, cost reduction, product development or import substitution:

The Company had installed such technology that improves productivity, quality and reduction in manual intervention and to enhance the quality and productivity. Improvement in manufacturing process helped the Company in managing production scheduling & better & faster servicing of product for domestic as well as global market.

- iii. in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)
  - a) The details of technology imported: Not Applicable.
  - b) The year of import: Not Applicable
  - c) Whether the technology has been fully absorbed: Not Applicable
  - d) If not fully absorbed, areas where absorption has not taken place, and the reasons there of: Not Applicable
- iv. The expenditure incurred on Research and Development: Nil

**3. FOREIGN EXCHANGE EARNINGS AND OUTGO (IN RUPEES)**

The Company's foreign exchange earnings and outgo during the year were Nil.



**For and on behalf of Board of Directors,  
KENRIK INDUSTRIES LIMITED**

**Place: Ahmedabad  
Date : September 02, 2025**

**Sd/-  
Nitin Dalpatlal Shah  
Chairman and Managing Director  
DIN: 07715360**

## ANNEXURE - E

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025**  
**[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  
**Kenrik Industries Limited,**  
B-306, East Face, Behind Maruti Suzuki Showroom,  
Nr. S P Ring Road, Ambli Road, Ahmedabad-380058,  
Gujarat, India

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Kenrik Industries Limited** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me/us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the **Kenrik Industries Limited** books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2025 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Kenrik Industries Limited** ("the Company") for the financial year ended on 31st March 2025 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Byelaws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (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;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- 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 client;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009, and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

(v) Other laws applicable to the Company-

- a. All the Rules, Regulations, Guidelines and Circulars applicable to Nonbanking Financial Companies under the RBI Act, 1934
- b. Credit Information Companies (Regulation) Act, 2005 and Rules
- c. Guidelines with respect to SEBI KYC registration agency (KRA) Regulations, 2011
- d. The Prevention of Money-Laundering Act, 2002 and The Prevention of Money Laundering (Maintenance of Records, etc) Rules, 2005

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii. The Listing Agreement entered into by the Company with BSE Ltd.
- iii. SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

**We further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes 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.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days 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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

**We 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.

The Company is now successfully listed with Metropolitan Stock Exchange of India Limited and BSE Limited.

**Date: 02<sup>nd</sup> September, 2025**

**Place: Ahmedabad**

**Sd/-**  
**Dharti Patel**  
**Practising Company Secretary**  
**FCS: 12801**  
**CP No. 19303**  
**UDIN: F012801G001139509**

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



ANNEXURE –I

To,  
The Members  
**Kenrik Industries Limited,**  
B-306, East Face, Behind Maruti Suzuki Showroom,  
Nr. S P Ring Road, Ambli Road, Ahmedabad-380058,  
Gujarat, India

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on this secretarial record based on our audit.
2. We have 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 test basis to ensure that correct facts are reflected in secretarial record. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of the accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Date: 02<sup>nd</sup> September, 2025**  
**Place: Ahmedabad**

**Sd/-**  
**Dharti Patel**  
**Practising Company Secretary**  
**FCS: 12801**  
**CP No. 19303**  
**UDIN: F012801G001139542**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

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

To,  
The Members  
**Kenrik Industries Limited,**  
B-306, East Face, Behind Maruti Suzuki Showroom,  
Nr. S P Ring Road, Ambli Road, Ahmedabad-380058,  
Gujarat, India

We have examined the relevant registers, records, forms, returns and disclosures received from directors of KENRIK INDUSTRIES LIMITED having CIN: U36101GJ2017PLC095995 and having registered office at B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India (hereinafter referred to as “the Company”) produced before us by the Company for the purpose of issuing this certificate, in accordance with regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company and its officers and representation given by the management we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended 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:

Sr. No.	DIN	Name of Director	Date of Appointment in Company
1	07715360	NITIN DALPAT LAL SHAH	28.02.2017
2.	07714540	NIHAR NITINBHAI SHAH	28.02.2017
3.	08202654	AKSHAY HITESHKUMAR SONI	20.08.2018
4.	10070221	NISHIT DUSHYANT SHAH	22.05.2023
5.	10298714	SWETA RASIKBHAI PANCHAL	19.03.2025

It is solemnly the responsibility of Directors to submit relevant declarations and disclosures with complete and accurate information in compliance with the relevant provisions. Further, 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 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.

**Date: 02<sup>nd</sup> September, 2025**  
**Place: Ahmedabad**

**Sd/-**  
**Dharti Patel**  
**Practising Company Secretary**  
**FCS: 12801**  
**CP No. 19303**  
**UDIN: F012801G00113954**

**CHIEF EXECUTIVE OFFICER (CEO) / CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION**

I, Nihar Nitinbhai Shah, CFO, of KENRIK INDUSTRIES LIMITED, to the best of my knowledge and belief hereby certify that:

- a) I have reviewed financial statements, and the cash flow statements for the year and that to the best of my knowledge and belief:
  - i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are no transactions entered into by the Company during the year that are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) I accept responsibility for establishing and maintaining internal controls for financial reporting and have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design and operations of such internal controls, if any, of which I am aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) I have indicated to the auditors and the Audit Committee:
  - (i) Significant changes in the internal control over financial reporting during the year under reference.
  - (ii) Significant changes in the accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and
  - (iii) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

**By Order of the Board  
For Kenrik Industries Limited**

**Sd/-  
Nihar Nitinbhai Shah  
Chief Financial Officer**

**Date: 02<sup>nd</sup> September, 2025  
Place: Ahmedabad**

**CHIEF DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT**

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Managing Director. The Code of Conduct as adopted is available on the Company's website. I confirm that the Company has in respect of the Financial Year ended March 31st, 2025, received from the Senior Management team of the Company and the members of the Board, a declaration of Compliance with the Code of Conduct as applicable to them.

For the purpose of this declaration, Senior Management Team means the Presidents, Sr. Vice Presidents and Vice President Cadre as on March 31st, 2025.

**By Order of the Board  
For Kenrik Industries Limited**

**Sd/-  
Nihar Nitinbhai Shah  
Chief Financial Officer**

**Date: 02<sup>nd</sup> September, 2025  
Place: Ahmedabad**

### FORM MGT-11 PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of Member(s)	
Registered Address	
E-mail id	
Folio No.	
DP Id	
Client Id	

I / We, being the Member(s) holding shares of Kenrik Industries Limited, hereby appoint:

1. Name \_\_\_\_\_  
Address \_\_\_\_\_  
\_\_\_\_\_

Email Id \_\_\_\_\_

Signature \_\_\_\_\_ or failing him / her,

2. Name \_\_\_\_\_  
Address \_\_\_\_\_  
\_\_\_\_\_

Email Id \_\_\_\_\_

Signature \_\_\_\_\_ or failing him / her,

as my / our proxy to attend and vote (on a poll) for me/us and on my / our behalf at the ANNUAL GENERAL MEETING of the Company to be held on Monday, 29th September, 2025 at 02:00 P.M at Registered Office of the Company situated at B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P Ring Road, Ambli Road, Ahmedabad-380058, Gujarat, India and at any adjournment(s) thereof in respect of such resolutions as are indicated below:

Ordinary business:

1. Adoption of Financial Statements for the FY 2024-25.
2. Appointment Of Mr. Nitin Dalpatlal Shah (Din: 07715360) As A Managing Director Liable to Retire by Rotation.

Affix Re. 1  
Revenue  
Stamp

Special business:

3. Appointment Of M/S. Dharti Patel & Associates, Practicing Company Secretary as Secretarial Auditor of The Company for a First Term of Five Years and to Pass with or without Modification(S).
4. Regularization Of Additional Independent Director, Ms. Sweta Rasikbhai Panchal [Din: 10298714] As an Independent (Non-Executive) Director of the Company.



Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2025 Signature of

Shareholder: \_\_\_\_\_

Signature of Proxy holder(s): \_\_\_\_\_

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

## FORM MGT-12

## ATTENDANCE FORM/ BALLOT FORM

**(TO BE USED BY SHAREHOLDERS PERSONALLY PRESENT/THROUGH PROXY AT THE MEETING AND HAVE NOT OPTED FOR E-VOTING)**

Name & Registered Address :  
 of the Sole / First Named :  
 Member :  
 Name of the joint holders :  
 Registered Folio No / :  
 DP ID No. / Client ID No :  
 Number of Shares held :

I / We hereby exercise my / our vote in respect of the following resolutions to be passed for the business stated in the Notice of the 09<sup>th</sup> Annual General Meeting on Monday, 29<sup>th</sup> September, 2025 at 02:00 P.M (IST), by conveying my / our assent or dissent to the resolutions by placing tick (✓) mark in the appropriate box below:

Sr. No.	Resolutions	No. of Shares	I / We assent to the Resolution (FOR)	I / We dissent to the Resolution (AGAINST)
	<b>Ordinary Business</b>			
1.	Adoption of Financial Statements for the FY 2024-25			
2.	Appointment Of Mr. Nitin Dalpatlal Shah (Din: 07715360) As A Managing Director Liable to Retire by Rotation.			
	<b>Special Business</b>			
3.	Appointment Of M/S. Dharti Patel & Associates, Practicing Company Secretary as Secretarial Auditor of The Company for a First Term of Five Years and to Pass with or without Modification(S).			
4.	Regularization Of Additional Independent Director, Ms. Sweta Rasikbhai Panchal [Din: 10298714] As an Independent (Non-Executive) Director of the Company.			

Place:

Date:

..... (Signature of the Shareholder/Proxy)

**Note:**

**This Form is to be used for exercising attendance/ voting at the time of 09<sup>th</sup> Annual General Meeting to be held on Monday, 29<sup>th</sup> September, 2025 by shareholders/proxy. Duly filled in and signed ballot form should be dropped in the Ballot box kept at the venue of AGM.**

## **INDEPENDENT AUDITOR'S REPORT**

To,

The Members of,

**Kenrik Industries Limited**

**(Formerly Known as Kenrik Industries Private Limited)**

**Report on the Audit of the Standalone Financial Statements**

### **Opinion**

We have audited the accompanying Standalone financial statements of **Kenrik Industries Limited** (“the Company”), which comprise the Standalone Balance Sheet as at March 31, 2025, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of Cash Flows and the Standalone Statement of Changes in Equity for the year then ended, and a summary of material accounting policies, notes forming part of Standalone Financial Statements and other explanatory information (herein after referred to as “Standalone Financial Statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements gives the information required by the Companies Act, 2013 (“the ACT”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2025, and its **Profit**, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the Standalone Financial Statements in accordance with the Standard on Auditing (SAs) 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 Standalone 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 Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of

Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on Standalone Financial Statement.

## Key Audit Matters

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

Sr No	Key Audit Matters	Auditor's Response
1.	<p><b>Revenue Recognition</b></p> <p>The revenue of the Company consists primarily of sale of jewellery products.</p> <p>Revenue from the sale of goods (hereinafter referred to as "Revenue") is recognised when the Company performs its obligation to its customers and the amount of revenue can be measured reliably and recovery of the consideration is probable. The timing of such recognition in case of sale of goods is when the control over the same is transferred to the customer, which is mainly upon delivery.</p> <p>The Company recognizes revenue at a point in time when control of goods is transferred to the customer and there is no unfulfilled obligation. This determination particularly requires</p> <p>In view of above complexities and considering the volume of transactions and significance of the amount involved, revenue recognition is determined as a key audit matter for the current year audit</p>	<p>Principal Audit Procedures</p> <p>Our audit approach was a combination of test of internal controls and substantive procedures including:</p> <ul style="list-style-type: none"> <li>Assessing the appropriateness of the Company's revenue recognition accounting policies in line with Ind AS 115 ("Revenue from Contracts with Customers") and testing thereof.</li> <li>Evaluating the design and implementation of Company's controls in respect of revenue recognition.</li> <li>Testing the effectiveness of such controls over revenue cut off at year-end.</li> <li>Examined journal entries (using statistical sampling) posted to revenue to identify unusual or irregular items</li> <li>Testing the supporting documentation for sales transactions recorded during the period closer to the year end and subsequent to the year end, including examination of credit notes issued after the year end to determine whether revenue was recognised in the correct period.</li> <li>Tested manual adjustments impacting revenue including credit notes, claims etc., selected on</li> </ul>

		<p>a risk based criteria by inspecting supporting documents and understanding business rationale, where necessary</p> <ul style="list-style-type: none"> <li>• Performing analytical procedures on current year revenue based on monthly trends and where appropriate, conducting further enquiries and testing.</li> <li>• Ensured the adequacy and appropriateness of disclosures made in the standalone financial statements in accordance with the requirements of Ind AS 115.</li> </ul>
2.	<p><b>Existence of inventory:</b></p> <p>The Company's inventories primarily comprise jewellery of gold, Gold Bar, Silver Bar etc. ("inventory") We have considered existence of inventory to be a key audit matter for our audit due to:</p> <p>The high value and nature of inventory Involved. Inventory being held at various locations across the country and third-party job workers which could lead to a significant risk of loss of inventory. There is a significant risk of inventory misappropriation.</p> <p>Considering the complexities involved and high value of inventories which is significant with respect to the total assets held by the Company, the existence of inventory is determined as a key audit matter for the current year audit.</p>	<p><b>Our principal audit procedures performed, among other procedures, included the following:</b></p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the management's process for safeguarding and monitoring of inventories including the appropriateness of the Company's procedures for conducting, reconciling and recording physical verification of inventories.</li> <li>• evaluated the design and implementation of relevant controls and carried out the testing of operating effectiveness of controls over conducting, reconciling and recording physical verification of inventories.</li> <li>• For a sample, we performed the following procedures: <ul style="list-style-type: none"> <li>– attended physical verification of stocks conducted by the Company at / closer to the year end.</li> <li>– Tested and agreed the inventory as per physical verification with the book records, including roll back procedures wherever required.</li> </ul> </li> </ul>

		<ul style="list-style-type: none"> <li>• For samples selected using statistical sampling, we obtained independent confirmations of inventories held by third party job workers.</li> <li>• Evaluated the appropriateness and adequacy of disclosures made in the financial statements in accordance with applicable accounting standards.</li> </ul>
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### **Information other than the financial statements and Auditor's Report Thereon**

The Company's management and board of directors are responsible for the preparation of the other information. The other information comprises the information included in the management discussion and analysis, board's report including annexures to board's report and shareholder's information, but does not include the Standalone Financial Statements, consolidated financial statement and our audit reports thereon

Our opinion on the Standalone 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 Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone 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 and Those charged with governance for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the

going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

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

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

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced.

We consider quantitative materiality and qualitative factors (i) in planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

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

#### **Emphasis Of Matter:**

1. According to Previous financial statements as at 31/03/2024, company has cheques on hand amounting to Rs. 405.47 lakhs (Receivable balance), and cheques on hand amounting to Rs. 141.00 lakhs (Payable balance). However, majority of them were not present during the stipulated period as per the banking regulation and we are not in position to verify the remaining non-executed transactions.

The same is mentioned in below tabular format:

<b>Particular</b>	<b>Amount (In Lakhs)</b>	<b>%</b>
Receivables - BRS - as on 31/03/2024	405.47	74.20%
Payable - BRS - as on 31/03/2024	141.00	25.80%
<b>Total BRS - as on 31/03/2024</b>	<b>546.47</b>	<b>100%</b>

<b>Particular</b>	<b>Amount (In Lakhs)</b>	<b>%</b>
Transaction executed through Banking channel in FY 2024-25	327.50	59.93%
<b>Transaction executed through Other than Banking channel in FY 2024-25.</b> <b>*Note: These transactions are approved by management but we are not in position to verify the same.</b>	<b>2.03</b>	<b>0.37%</b>
<b>Opening BRS Transactions reversed and Outstanding as on 31/03/2025</b>	<b>216.94</b>	<b>39.70%</b>
<b>Total</b>	<b>546.47</b>	<b>100.00%</b>

2. The equity shares of the company got listed on BSE SME Platform as on 9th May, 2025, and it is the first Financial Statements of the Company after Listing on the stock exchange.
3. Refer to Notes forming part of statement which includes the balance of Trade Receivables, Trade Payables, Loans including deposits and advances are subject to confirmation from and reconciliation with the relevant parties as on the date of balance sheet date.

Our opinion is not modified with respect to above mentioned matters.

### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on our audit, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the accompanying standalone financial statements;
  - (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 and the Statement of Profit and Loss, the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under section 133 of the Act. read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - (e) On the basis of the 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) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph (b) above on reporting under section 143(3)(b) and in sub-clause (1)(h)(F) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014;
- (g) With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure A**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls with reference to the Standalone Financial Statement.
- (h) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- A. The Company does not have any pending litigations which would impact its financial position
  - B. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - C. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - D. (i) 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 have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (ii) The management has represented, that, to the best of it’s knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
  - (iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014, as provided under (a) and (b) above, contain any material misstatement.
  - E. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

F. Based on our examination which included test checks, the company has used accounting softwares for maintaining its books of account which, along with change log management, have a feature of recording audit trail (edit log) facility but the same has not been operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

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

Date : 28/05/2025

Place : Ahmedabad

**For, V S S B & Associates**

Chartered Accountants

Firm No.121356W

(Shridhar Shah)

Partner

M. No. 138132

UDIN: 25138132BMGCQU2096

## **“Annexure A” to Independent Audit Report**

(Referred to in paragraph 1(g) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

### **Report on the Internal Financial Controls with reference to Standalone Financial Statement 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 Standalone Financial Statements of **Kenrik Industries Limited** (“the Company”) as of 31st March, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

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

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

### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company’s internal financial controls with reference to Standalone Financial Statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under -section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Standalone 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 Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Standalone Financial Statements included obtaining an

understanding of internal financial controls with reference to Standalone Financial Statements, 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 Standalone Financial Statements.

### **Meaning of Internal Financial Controls over Financial Reporting**

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

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

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls with reference to Standalone 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 Standalone Financial Statements to future periods are subject to the risk that the internal financial control with reference to Standalone 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to Standalone Financial

Statements and such internal financial controls with reference to Standalone Financial Statements were operating effectively as at 31<sup>st</sup> March, 2025, based on the criteria for internal financial control with reference to Standalone Financial Statements 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.

Date : 28/05/2025

Place : Ahmedabad

**For, V S S B & Associates**

Chartered Accountants

Firm No.121356W

(Shridhar Shah)

Partner

M. No. 138132

UDIN: 25138132BMGCQU2096

## **“ANNEXURE B” to the Independent Audit Report**

(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

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

- (i.) In respect of the Company’s Property, Plant and Equipment, Intangible Assets, Investment Property and Right of Use Assets (‘ROU’)
  - (a) (i)The Company has generally maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, investment properties, capital work in progress and relevant details of right of use assets.
  - (ii)The Company has no intangible assets during the financial year.
  - (b) The Company has a program of verification of property, plant and equipment, so to cover all the items once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given to us and the records examined by us, we report that, Company has no immovable properties on its name, hence this clause is not applicable.
  - (d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) during the year.
  - (e ) No proceedings have been initiated during the year or are pending against the Company as at 31st March, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The inventories except for (stocks held with third parties), were physically verified during the year by the Management at reasonable intervals. In our opinion and based on information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. The stock is valued at cost or net realizable value whichever is Less. For stocks held with third parties at the year end, written confirmations have been obtained. No discrepancies of 10% or more in the aggregate for each class of

inventories were noticed on such physical verification of inventories, when compared with the books of account.

(b) According to the information and explanations given to us, the Company has not sanctioned any working capital limits in excess of five crore, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of identified current assets. Hence, this clause is not applicable.

(iii) In respect of Investments made, guarantees provided, security given, loans given and advances in the nature of loans:

(a) According to the information and explanation given to us and the records produced to us for our verification, the Company has not provided guarantees, security and granted loans, to companies, firms, Limited Liability Partnerships or any other parties. Hence, this clause is not applicable to the company

(b) According to the information and explanation given to us and based on the audit procedures conducted by us, in our opinion, company has not made any investments, any guarantees, any loans and securities. Hence, this clause is not applicable to the company.

(C) According to the information and explanation given to us and on the basis of our examination of the records of the Company, Company has not received any scheduled Loans and advances in nature of loans, and hence there is no repayment of scheduled Loan/ Advances and also not given any advances in the nature of loan to any parties during the year. Thus, this clause is not applicable to company.

(d) According to the information and explanation given to us and on the basis of our examination of the records of the Company, there is no overdue amount in respect of loans given as at the reporting date. Hence, this clause is not applicable to the company.

(e) According to the information and explanation given to us and on the basis of our examination of the records of the Company, there is no amount due for the loan. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the company.

(iv) 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 given any loans, or provided any guarantee or security as specified under Section 185 and 186 of the Companies Act, 2013 ("the Act"). Therefore, the provisions of clause 3(iv) is not applicable to the Company.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or any amount deemed to be deposits from the public within the meaning 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 Act and the rules framed there under. Accordingly, clause 3(v) of the Order is not applicable to the Company.

(vi) The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Act, for the business activities carried out by the Company. Thus, reporting under clause (vi) of the Order is not applicable.

(vii) According to the information and explanations given to us, in respect of statutory dues:

- (a) The Company has been regular in depositing undisputed statutory dues, including Goods and Service Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect of Goods and Service Tax, Cess and other material statutory dues in arrears as at 31st March, 2025 for a period of more than six months from the date they became payable.
- (b) Details of dues of Income Tax which have not been deposited as on 31st March, 2025 on account of disputes are given below:

<b>Name of the Statute</b>	<b>Nature of the dues</b>	<b>Amount Rs.</b>	<b>Forum where dispute is pending</b>	<b>Remarks</b>
Income tax	Tax Deducted at Source	39,556/-	TRACES	Late Filing Fees & Interest on Payments u/s 201
Income tax	Assessment under 147 of the Income tax Act.	45,210/-	CPC	-
Income tax	Under section 270A of the Income Tax Act	1,67,840/-	CPC	-

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix) (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no unutilized term loans at the beginning of the year and hence, reporting under clause (ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company does not have any subsidiaries, joint ventures or associate companies. Therefore, the question of raising loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies does not arise.
- (x) (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause (x) (a) of the Order is not applicable. However, company has issued fresh

equity share through initial public offer, which is listed as on 9<sup>th</sup> of May 2025, which is after the balance sheet date.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.

(xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

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

(c) As represented to us by the Management there were no whistle-blower complaints received by the Company during the year and up to the date of this report.

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

(xiii) In our opinion, the Company is in compliance with section 177 and 188 of the Companies Act where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements etc. as required by the applicable accounting standards.

(xiv) (a) In our opinion and based on our examination, the company does not have an internal audit system but is required to have an internal audit system as per section 138 of the Companies Act 2013. They are not complying with the above mentioned provision of companies Act 2013.

(b) The company did not have an internal audit system for the period under audit.

(xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions, within the meaning of Section 192 of the Act, with directors or persons connected with them.

(xvi) a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3 (xvi) (a) of the Order is not applicable to the Company.

b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not conducted any Non-Banking Financial or Housing Finance activities. Accordingly, clause 3 (xvi) (b) of the Order is not applicable to the Company.

c) In our opinion and according to the information and explanations given to us, 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 to the Company.

d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3 (xvi) (d) of the Order is not applicable to the Company.

- (xvii) Based on our examination of the records of the Company, the Company has not incurred any cash losses during the financial year covered by our audit and in the immediately preceding financial year
- (xviii) There has been no resignation of the statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable to the Company
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) There is no liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.
- (xxi) The reporting under clause (xxi) is not applicable in respect of audit of the Company as company is not required to prepare Consolidated Financial Statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

Date 28/05/2025

Place Ahmedabad

**For, V S S B & Associates**

Chartered Accountants

Firm No.121356W

(Shridhar Shah)

Partner

M. No. 138132

UDIN: 25138132BMGCQU2096

Kenrik Industries Limited						
(Formerly Known as Kenrik Industries Private Limited)						
(CIN:U36101GJ2017PLC095995)						
E-mail Id: info@kenrikindustries.net						
Address: B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P RingRoad, Ambli Road, Ahmedabad, Ambli, Ahmedabad, Daskroi,Gujarat, India, 380058						
Balance Sheet as at March 31, 2025						
(Amount in Lacs)						
	Particulars	Note No.	As at March 31, 2025		As at March 31, 2024	
I	<b>ASSETS</b>					
	<b>Non-current assets</b>					
	(a) Property, Plant and Equipment	9	5.16		6.35	
	(b) Other Intangible assets		0.00		0.00	
	(c) Financial Assets					
	(i) Investments		0.00		0.00	
	(ii) Trade receivables		0.00		0.00	
	(iii) Loans	8	71.09		43.50	
	(iv) Others					
	(d) Deferred tax assets (net)		1.13		1.32	
(e) Other non-current assets		0.00		0.00		
				77.39		51.17
II	<b>Current assets</b>					
	(a) Inventories		1336.90		1074.87	
	(b) Financial Assets					
	(i) Investments		0.00		0.00	
	(ii) Trade receivables	10	334.31		178.22	
	(iii) Cash and cash equivalents	11	17.74		265.89	
	(iv) Bank balances other than (iii) above		0.00		0.00	
	(v) Loans		0.00		0.00	
	(vi) Others		0.00		0.00	
	(c) Current Tax Assets (Net)		0.00		0.00	
(d) Other current assets	12	6.30		6.54		
				1695.25		1525.53
				1772.64		1576.69
	<b>Total Assets</b>					
I	<b>EQUITY AND LIABILITIES</b>					
	<b>EQUITY</b>					
	(a) Equity Share capital	2	899.99		899.99	
	(b) Instruments entirely equity in nature		0.00		0.00	
	(c) Other Equity	3	459.54		360.23	
				1359.53		1260.22
	<b>LIABILITIES</b>					
	<b>Non-current liabilities</b>					
	(a) Financial Liabilities		0.00		0.00	
	(b) Provisions		0.00		0.00	
(c) Deferred tax liabilities (Net)		0.00		0.00		
(d) Other non-current liabilities		0.00		0.00		
				0.00		0.00
II	<b>Current liabilities</b>					
	(a) Financial Liabilities					
	(i) Borrowings	4	106.25		77.70	
	(ii) Trade payables					
	Micro and Small Enterprises		0.00		0.00	
	Other than Micro and Small Enterprises	5	235.34		185.19	
	(iii) Other financial liabilities		0.00		0.00	
	(b) Other current liabilities	6	29.83		16.25	
	(c) Provisions	7	41.69		37.33	
	(d) Current Tax Liabilities (Net)		0.00		0.00	
			413.11		316.47	
			1772.64		1576.69	
	<b>Total Equity and Liabilities</b>					
As per our separate report of even date						
See accompanying notes to the financial statements						
For, V S S B & Associates			For & on behalf of the Board,			
Chartered Accountants			Kenrik Industries Limited			
Firm No.121356W						
(Shridhar Shah)			Nitin D Shah			
Partner			Managing Director			
M. No. 138132			(DIN: 07715360)			
UDIN : 25138132BMGCQU2096			Nihar Shah			
			Director & CFO			
			(DIN: 07714540)			
Place : Ahmedabad			Zalak Gajjar			
Date : 28/05/2025			Company Secretary			
			Mo. No. A31461			
			Place: Ahmedabad			
			Date : 28/05/2025			

**Kenrik Industries Limited**

(Formerly Known as Kenrik Industries Private Limited)

(CIN:U36101GJ2017PLC095995)

E-mail Id: info@kenrikindustries.net

Address: B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P RingRoad, Ambli Road, Ahmedabad, Ambli, Ahmedabad, Daskroi,Gujarat, India, 380058

**Statement of Profit and Loss for the year ended March 31, 2025**
**(Amount in Lacs)**

	Particulars	Note No.	For the year ended March 31, 2025		For the year ended March 31, 2024	
I	Revenue from Operations	13	7474.25		7077.05	
II	Other Income	14	4.33		17.23	
III	Net gain on de-recognition of financial assets at amortized cost		0.00		0.00	
IV	Net gain on reclassification of financial assets		0.00		0.00	
V	<b>Total Income (I+II+III+IV)</b>			<b>7478.58</b>		<b>7094.28</b>
VI	<b>Expenses</b>					
	Cost of Material Consumed	15	7273.72		6915.35	
	Employee Benefits Expenses	16	26.76		29.16	
	Finance Costs	17	0.27		0.12	
	Depreciation and Amortization Expense	18	1.19		1.47	
	Other Expenses	19	28.11		6.40	
	<b>Total Expense (VI)</b>			<b>7330.06</b>		<b>6952.51</b>
VII	Profit/(Loss) before Exceptional items and Tax ( V- VI)			<b>148.52</b>		<b>141.77</b>
VIII	Exceptional Items			0.00		0.00
IX	Profit Before Tax (VII-VIII)			<b>148.52</b>		<b>141.77</b>
X	<b>Tax Expense:</b>					
	(a) Current Tax	20	40.25		36.39	
	(b) Deferred Tax	20	0.19		(1.65)	
	(C) Adjustments of Tax relating to Earlier Years		8.78		0.00	
				<b>49.21</b>		<b>34.74</b>
XI	Profit for the Period from Continuing Operations (IX - X)			<b>99.31</b>		<b>107.04</b>
XII	Profit/(Loss) for the Period from Discontinuing Operations			<b>0.00</b>		<b>0.00</b>
XIII	Tax Expense of Discontinuing Operations			<b>0.00</b>		<b>0.00</b>
XIV	Profit/(Loss) from Discontinuing Operations (After Tax) (XII-XIII)			<b>0.00</b>		<b>0.00</b>
XV	Profit for the Period (XI + XIV)			<b>99.31</b>		<b>107.04</b>
XIV	<b>Other Comprehensive Income</b>					
	(A )(i) Items that will not be reclassified to profit or loss			0.00		0.00
	(ii) Income tax relating to items that will not be reclassified to profit and loss			0.00		0.00
	(B)(i) Items that will be reclassified to profit or loss to profit and loss			0.00		0.00
	(ii) Income tax relating to items that will be reclassified to profit and loss			0.00		0.00
				<b>0.00</b>		<b>0.00</b>
XVI	<b>Total Comprehensive Income for the period (XV+ XIV) ( Comprising Profit/(loss) and other Comprehensive Income for the period)</b>			<b>99.31</b>		<b>107.04</b>
XVII	Earnings Per Equity Share (For Continuing Operation) :					
	(a) Basic	21	1.10		1.19	
	(b) Diluted	21	1.10		1.19	
XVIII	Earnings Per Equity Share (For Discontinuing Operation):					
	(a) Basic	21	-		-	
	(b) Diluted	21	-		-	
XIX	Earnings Per Equity Share (For Continuing and Discontinuing Operation):					
	(a) Basic	21	1.10		1.19	
	(b) Diluted	21	1.10		1.19	
	<b>Significant Accounting Policies</b>	1				

As per our separate report of even date

**See accompanying notes to the financial statements**
**For, V S S B & Associates**

Chartered Accountants

Firm No.121356W

**For & on behalf of the Board,**
**Kenrik Industries Limited**

(Shridhar Shah)

**Partner**

M. No. 138132

UDIN : 25138132BMGCQU2096

Nitin D Shah

**Managing Director**

(DIN: 07715360)

Nihar Shah

**Director & CFO**

(DIN: 07714540)

Place : Ahmedabad

Date : 28/05/2025

Zalak Gajjar

**Company Secretary**

Mo. No. A31461

Place : Ahmedabad

Date : 28/05/2025

<div>Kenrik Industries Limited</div> <div>(Formerly Known as Kenrik Industries Private Limited)</div> <div>(CIN:U36101GJ2017PLC095995)</div> <div>E-mail Id: info@kenrikindustries.net</div> <div>Address: B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P RingRoad, Ambli Road, Ahmedabad, Ambli, Ahmedabad, Daskroi,Gujarat, India, 380058</div> <div>CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025</div>				
(Amount in Lacs)				
Particulars	Year ended 31st March, 2025 Rs.		Year ended 31st March, 2024 Rs.	
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before Tax for the year		148.52		141.77
Adjustments for :				
Depreciation	1.19		1.47	
Interest Income	(4.05)		(17.22)	
		(2.87)		(15.75)
Operating Profit before Working Capital change		145.65		126.02
Adjustments for :				
Decrease/(Increase) in Receivables	(156.09)		240.40	
Decrease/(Increase) in Loans & Advances	0.00		75.00	
Decrease/(Increase) in Inventories	(262.03)		(74.25)	
Decrease/(Increase) in Other Current Assets	0.24		(1.11)	
Increase/(Decrease) in Payables	50.16		(94.18)	
Increase/(Decrease) in Current Liabilities	13.58		(35.09)	
Increase/(Decrease) in Provisions	4.36	(349.79)	19.25	130.03
Cash Generated From Operations		(204.14)		256.05
Income Tax		49.03		36.39
NET CASH FROM OPERATING ACTIVITIES Total (A)		(253.16)		219.66
CASH FLOW FROM INVESTING ACTIVITIES				
Fixed Asset Purchase/sale	0.00		0.00	
Decrease/(Increase) in Long Term Loans & Advances	(27.60)		21.20	
Non Current Assets Sold	0.00		0.00	
Interest Received	4.05		17.22	
NET CASH USED IN INVESTING ACTIVITIES Total (B)		(23.54)		38.42
CASH FLOW FROM FINANCING ACTIVITIES				
ShTerm Borrowing	0.00		0.00	
Security Premium Received	0.00		0.00	
Increase / (Decrease) in Long term borrowings	28.55		7.10	
Increase in Share Capital	0.00		0.00	
NET CASH FROM FINANCING ACTIVITIES Total (C)		28.55		7.10
Net Increase/(Decrease) in Cash and Cash Equivalents Total (A+B+C)		(248.15)		265.18
Cash and Cash Equivalents -- Opening Balance		265.89		0.72
Cash and Cash Equivalents -- Closing Balance		17.74		265.89
		(0.00)		(0.00)
Note: Previous year's figures have been regrouped/rearranged wherever considered necessary.				
As per our separate report of even date				
See accompanying notes to the financial statements		For & on behalf of the Board,		
For, V S S B & Associates		Kenrik Industries Limited		
Chartered Accountants				
Firm No.121356W				
(Shridhar Shah)		Nitin D Shah		Nihar Shah
Partner		Managing Director		Director & CFO
M. No. 138132		(DIN: 07715360)		(DIN: 07714540)
UDIN : 25138132BMGCQU2096				
Place : Ahmedabad		Zalak Gajjar		Place : Ahmedabad
Date : 28/05/2025		Company Secretary		Date : 28/05/2025
		Mo. No. A31461		

**STATEMENT OF CHANGES IN EQUITY****Kenrik Industries Limited****(Formerly Known as Kenrik Industries Private Limited)****Statement of Changes in Equity for the period ended 31st March, 2025****A. Equity Share Capital****(Amount in Lacs)**

Particulars	Balance at the beginning of the reporting period	Changes in Equity Share capital due to prior period erros	Restated balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
1st April, 2023	500.00	0.00	0.00	399.99	899.99
31st March, 2024	899.99	0.00	0.00	0.00	899.99
31st March, 2025	899.99	0.00	0.00	0.00	899.99

**B. Other Equity****(Amount in Lacs)**

Particulars	Reserves and Surplus				Total
	Capital Reserve	Securities Premium Reserve	Other Reserves (Surplus balance of Profit & loss Account)	Retained Earnings	
<b>Reporting as at 1st April, 2023</b>					
Balance at the beginning of the reporting period	0.00	80.00	173.20	0.00	253.19
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00
Restated Balance at the beginning of the reporting period	0.00	0.00	0.00	0.00	0.00
Total Comprehensive Income for the year	0.00	0.00	107.04	0.00	107.04
Dividends	0.00	0.00	0.00	0.00	0.00
Transfer to retained earnings	0.00	0.00	0.00	0.00	0.00
Any other change (Writeen off)	0.00	0.00	0.00	0.00	0.00
<b>Balance at the end of 31st March, 2024</b>	0.00	80.00	280.23	0.00	<b>360.23</b>
<b>Reporting as at 1st April, 2024</b>					
Balance at the beginning of the reporting period	0.00	80.00	280.23	0.00	360.23
Changes in accounting policy or prior period errors	0.00	0.00	0.00	0.00	0.00
Restated Balance at the beginning of the reporting period	0.00	0.00	0.00	0.00	0.00
Total Comprehensive Income for the year	0.00	0.00	99.31	0.00	99.31
Dividends	0.00	0.00	0.00	0.00	0.00
Transfer to retained earnings	0.00	0.00	0.00	0.00	0.00
Any other change (Additional Shares issued at Premium)	0.00	0.00	0.00	0.00	0.00
<b>Balance at the end of the March 2025</b>	0.00	<b>80.00</b>	<b>379.54</b>	0.00	<b>459.54</b>

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

(Amount in Lacs)

**Note 2 - Equity Share Capital**

(a)	Particulars	As at March 31, 2025	As at March 31, 2024
	<b>Authorised :</b>		
	1,30,00,000 Equity Shares	1300.00	1300.00
	<b>TOTAL</b>	<b>1300.00</b>	<b>1300.00</b>

**Issued, Subscribed and Paid-up :**

	89,99,900 Equity Shares	899.99	899.99
	<b>TOTAL</b>	<b>899.99</b>	<b>899.99</b>

**(b) Detailed note on the terms of the rights, preferences and restrictions relating to each class of shares including restrictions on the distribution of dividends and repayment of capital.**

- i) The Company has only one class of Equity Shares having a par value of Rs. 10/- per share. Each holder of Equity Share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. During the year ended 31st March 2025, the Company has not declared any dividend.
- ii) In the event of liquidation of the Company, the holders of Equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity shares held by the shareholders.

**(c) Reconciliation of number of shares outstanding at the beginning and at the end of the reporting period**

(In Nos.)

Particulars	As at March 31, 2025	As at March 31, 2024
<b>No. of shares at the beginning of the year</b>	8999900	8999900
<b>Add: Issue of Shares during the year</b>		
Right Shares issued during the year	0	0
Private Placement	0	0
	<u>8999900</u>	<u>8999900</u>
<b>Less: Forfeiture of Shares during the Year</b>	<u>0</u>	<u>0</u>
<b>No. of shares at the end of the year</b>	<b>8999900</b>	<b>8999900</b>

**(d) Aggregate details for five immediately previous reporting periods for each class of shares**

Particulars	As at March 31, 2025	As at March 31, 2024
- No. of shares allotted as fully paid up pursuant to contracts without payment being received in cash	-	-
- No. of shares allotted as fully paid by way of Bonus Shares	-	-
- No. of shares bought back	-	-

**(e) Details of shareholders holding more than 5% shares in the company**

No. of Shares held by	As at March 31, 2025		As at March 31, 2024	
	Nos.	%	Nos.	%
Nitin D Shah	4,577,900	50.87	4,577,900	50.87
Nihar N Shah	2,956,600	32.85	2,956,600	32.85
Manisha N Shah	972,500	10.81	972,500	10.81
Nitin D Shah HUF	492,500	5.47	492,500	5.47

Shares held by Promoters at the end of the year			% Change during the year
Name of Promoter	No of Shares	% of Total Shares	
Nitin D Shah	4,577,900	50.87	-
Nihar N Shah	2,956,600	32.85	-
Manisha N Shah	972,500	10.81	-
Nitin D Shah HUF	492,500	5.47	-

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

**(f) Detailed note on shares reserved to be issued under options and contracts / commitment for the sale of shares / divestments including the terms and conditions.**

The company does not have any such contract / commitment as on reporting date.

**(g) Detailed terms of any securities convertible into shares, e.g. in the case of convertible warrants, debentures, bonds etc.**

The company does not have any securities convertible into shares as on reporting date.

**Note 3 - Other Equity**

		(Amount in Lacs)	
Particulars	As at March 31, 2025	As at March 31, 2024	
<b>(i) Capital Reserve</b>			
As per last Balance Sheet	0.00	0.00	
Add: Additions during the year (Share Forfeiture)	0.00	0.00	
Less: Utilised / transferred during the year	0.00	0.00	
Closing balance	0.00	0.00	
<b>(ii) Securities premium account</b>			
Opening balance	80.00	80.00	
Add : Premium on shares issued during the year	0.00	0.00	
Less : Utilised during the year for:	0.00	0.00	
Closing balance	80.00	80.00	
<b>(ii) General Reserve</b>			
As per last Balance Sheet	0.00	0.00	
Add: Transferred from Profit and Loss Account	0.00	0.00	
Less: Transferred to Profit and Loss Account	0.00	0.00	
Closing balance	0.00	0.00	
<b>(iii) Special Reserve</b>	0.00	0.00	
	0.00	0.00	
<b>(iv) Surplus in the Profit &amp; Loss Account</b>			
As per last Balance Sheet	280.23	173.20	
Add: Profit / (Loss) for the year	99.31	107.04	
Amount available for appropriations	379.54	280.23	
<b>Appropriations:</b>			
Add: Transferred from reserves	0.00	0.00	
Less: Written Off Balances	0.00	0.00	
	0.00	0.00	
	379.54	280.23	
<b>TOTAL</b>	<b>459.54</b>	<b>360.23</b>	

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

**Note 4: Current Liabilities: Financial Liabilities : Borrowing**

(Amount in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
(a) Loans repayable on demand		
From banks		
Secured	0.00	0.00
Unsecured	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
(b) Loans and advances from Related Parties		
Secured	0.00	0.00
Unsecured	106.25	77.70
	<u>106.25</u>	<u>77.70</u>
	<u><b>106.25</b></u>	<u><b>77.70</b></u>

**Note 5: Current liabilities: Financial Liabilities : Trade Payables**

(Amount in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Outstandng Dues of Micro, Small and Medium Enterprises	0.00	0.00
Outstanding Dues of Other Creditors	235.34	185.19
	<u>235.34</u>	<u>185.19</u>

Note: 1) Balance of Sundry Creditors are subject to confirmation. 2) In absense of the identification by the company Micro, Small and Medium Enterprise (MSME) parties from whom the company has the company has procured the goods and services. We are unable to categorize the over dues over 45 days to and interest payments outstanding to MSME as on the date of balance sheet.

**Note 6: Other Current Liabilities**

(Amount in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Advance From Debtors	28.30	0.24
Statutory Liabilities	<u>1.53</u>	<u>16.01</u>
<b>TOTAL</b>	<u><b>29.83</b></u>	<u><b>16.25</b></u>

**Note 7 - Cuurent Liabilities :Provisions**

(Amount in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for Audit Fees	1.44	0.94
Provision for Income Tax	<u>40.25</u>	<u>36.39</u>
<b>TOTAL</b>	<u><b>41.69</b></u>	<u><b>37.33</b></u>

**Note -8 - Non Current Assets: Financial assets: Loan**

(Amount in Lacs)

Particulars	As at March 31, 2025	As at March 31, 2024
(a) Capital Advances	0.00	0.00
(b) Loans & Advances to Related Parties		
Unsecured considered good	<u>0.00</u>	<u>0.00</u>
	<b>0.00</b>	
(c) Other Loans & Advances (Specify Nature)		
Secured, Considered good	0.00	0.00
Unsecured Considered good		
Due from Others	71.09	43.50
Doutful or Bad	0.00	0.00
	<u>71.09</u>	<u>43.50</u>

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

**Note 10 - Trade Receivables**

			(Amount in Lacs)
(a)	Particulars	As at March 31, 2025	As at March 31, 2024
	(i) Due for a period exceeding six months		
	- Unsecured, considered good	0.00	0.00
	- Doubtful	0.00	0.00
	Less: Provision for Doubtful Debts	0.00	0.00
		0.00	0.00
	(ii) Others		
	- Unsecured, considered good	334.31	178.22
	Other Receivables	0.00	0.00
	- Doubtful	0.00	0.00
	Less: Doubtful Debts Writtewn off	0.00	0.00
		334.31	178.22
	TOTAL	334.31	178.22

**Note 11 - Cash & Cash equivalents**

(Amount in Lacs)		
Particulars	As at March 31, 2025	As at March 31, 2024
(a) Cash & Cash Equivalents		
(i) Balances with Banks :		
Bank Accounts	14.62	1.04
(ii) Cash-on-hand	3.12	0.39
(iii) Cheques & Drafts on-hand	0.00	264.47
(iv) Others - Stamps on Hand	0.00	0.00
(b) Other Bank Balances		
- Margin Money or Security Deposit	0.00	0.00
- Repatriation Restrictions	0.00	0.00
- Deposit Accounts more than 3 month maturity	0.00	0.00
- Deposit Accounts more than 12 month maturity	0.00	0.00
<b>TOTAL</b>	<b>17.74</b>	<b>265.89</b>

**Note 12: Other Current Assets**

(Amount in Lacs)		
Particulars	As at March 31, 2025	As at March 31, 2024
Advance to Creditors	0.79	0.17
TDS Receivables	5.50	6.37
	<b>6.30</b>	<b>6.54</b>

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

**Note 13 - Revenue from Operations**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Sales</b>		
- Manufacturing Sales	2345.87	2221.20
- Trading Sales	5128.38	4855.85
<b>TOTAL</b>	<u><u>7474.25</u></u>	<u><u>7077.05</u></u>

**Note 14 - Other Income**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest Income	4.05	17.22
Misc./Written off Balance	<u>0.28</u>	<u>0.01</u>
<b>TOTAL</b>	<u><u>4.33</u></u>	<u><u>17.23</u></u>

**Note 15 - Cost of Material Consumed**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening Stock	1074.87	1000.62
Purchase*	7535.76	6989.60
Closing Stock	1336.90	1074.87
<b>TOTAL</b>	<u><u>7273.72</u></u>	<u><u>6915.35</u></u>

**Note :** Purchase value includes mainly the value of Gold bars, which is used in both Manufacturing activity and Trading activity.

**Note 16 - Employee Benefit Expenses**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Daily Labour Expenses	5.52	6.03
Director Remuneration	6.00	6.00
Salary Expenses	15.25	17.14
<b>TOTAL</b>	<u><u>26.76</u></u>	<u><u>29.16</u></u>

**Note 17 - Financial Costs**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Bank Charges	0.27	0.12
<b>TOTAL</b>	<u><u>0.27</u></u>	<u><u>0.12</u></u>

**Note 18 - Depreciation & Amortised Cost**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Depreciation	1.19	1.47
<b>TOTAL</b>	<u><u>1.19</u></u>	<u><u>1.47</u></u>

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**  
**Notes to financial statements for the year ended March 31, 2025**

**Note 19 - Other Expenses**

(Amount in Lacs)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Audit Fees	0.50	0.60
Accounting Expenses	1.00	0.00
Consultancy Charges	12.00	0.00
Exhibition Expenses	5.50	0.00
Income Tax Expenses	2.47	0.00
Insurance Expenses	0.21	0.01
Electricity Expenses	0.53	0.30
Misc. Expenses	0.22	0.00
RTA Fees	0.06	0.06
Compliance Expense / Fees	0.95	3.94
Rent Expenses	3.30	1.00
Office Exps	0.95	0.48
Travelling Expenses	0.27	0.00
TDS Interest and Late Payment Fees	0.16	0.00
<b>TOTAL</b>	<b>28.11</b>	<b>6.40</b>

**Note 21 - Earnings Per Equity Share**

(Amount in Lacs Except EPS)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>(a)</b> Net profit after tax attributable to equity shareholders for Basic EPS	99.31	107.04
Add/Less: Adjustment relating to potential equity shares		
Net profit after tax attributable to equity shareholders for Diluted EPS	99.31	107.04
<b>(b)</b> Weighted average no. of equity shares outstanding during the year		
For Basic EPS (in Nos)	8999900	8999900
<b>(c)</b> Face Value per Equity Share (Rs.)		
For Continuing Operation		
Basic EPS	1.10	1.19
Diluted EPS	1.10	1.19
For Discontinuing Operation		
Basic EPS	-	-
Diluted EPS	-	-
For Continuing & Discontinuing Operation		
Basic EPS	1.10	1.19
Diluted EPS	1.10	1.19

**Note:**

The figures of the previous year have been re-arranged, re-grouped and re- classified wherever necessary.

**Kenrik Industries Limited**  
**(Formerly Known as Kenrik Industries Private Limited)**

Note : 9

**Schedule of Property, Plant and Equipment as per the Companies Act for the year ended March 31, 2025**

(Amount in Lacs)

Block of Asset	Gross Block				Accmulated Depreciation				Net Block	
	As at 1st April, 2024	Addition/ Adjustments	Deduction/ Adjustments	As at 31st March, 2025	As at 1st April, 2024	Charge for the year	Deduction/ Adjustments	As at 31st March, 2025	As at 31st March, 2024	As at 31st March, 2025
Computer	0.30	0.00	0.30	0.00	0.30	0.00	0.30	0.00	0.00	0.00
Furniture & Fixtures	4.04	0.00	0.00	4.04	3.54	0.13	0.00	3.67	0.49	0.36
Laptop	0.52	0.00	0.52	0.00	0.52	0.00	0.52	0.00	0.00	0.00
Plant & Machinery	20.48	0.00	0.00	20.48	15.46	0.91	0.00	16.37	5.02	4.11
Printer	0.21	0.00	0.21	0.00	0.20	0.00	0.20	0.00	0.00	0.00
Camera	1.41	0.00	0.00	1.41	0.57	0.15	0.00	0.72	0.84	0.69
<b>Total : CY</b>	<b>26.95</b>	<b>0.00</b>	<b>1.03</b>	<b>25.92</b>	<b>20.60</b>	<b>1.19</b>	<b>1.02</b>	<b>20.76</b>	<b>6.35</b>	<b>5.16</b>
<b>Total : PY</b>	<b>26.95</b>	<b>0.00</b>	<b>0.00</b>	<b>26.95</b>	<b>19.13</b>	<b>1.47</b>	<b>0.00</b>	<b>20.60</b>	<b>7.82</b>	<b>6.35</b>

**NOTE 20 : INCOME TAXES****(A) Deferred tax relates to:****(Rs in Lakhs)**

Particulars	As at 31-03-2025	As at 31-03-2024
<b>Deferred Tax Assets</b>		
On Unabsorbed depreciation		
On fair valuation of financial instruments		
On Expected credit loss on trade receivable		
On prior period errors		
On Preliminary Expenses		
On 43B / 40A(7)		
On Leases		
On property, plant and equipment	1.13	1.32
On provision of Gratuity / Leave Encashment		
On Others		
Total (A)	1.13	1.32
<b>Deferred Tax Liabilities</b>		
On property, plant and equipment		
On fair valuation of financial instruments		
On Term Loan		
On Expected credit loss on trade receivable		
On Leases		
On amortisation of transaction cost on borrowings		
On revaluation of Derivative Asset measured at Fair Value through PorL		
On Revaluation of Foreign Currency Monetary items (Debtors)		
On Others Comprehensive Income (acturial gain / (loss))		
Total (B)	0.00	0.00
<b>Deferred Tax Asset / (Liabilities) (Net)</b>	<b>1.13</b>	<b>1.32</b>

**Reconciliation of DTA / DTL****(Rs in Lakhs)**

Particulars	As at 31-03-2025	As at 31-03-2024
Opening DTA / (DTL)	1.32	(0.34)
Deferred Tax Income / (Expense)	(0.19)	1.65
Other Equity	0.00	0.00
<b>Closing DTA / (DTL)</b>	<b>1.13</b>	<b>1.32</b>

**(B) Income Tax Expense****(Rs in Lakhs)**

Particulars	As at 31-03-2025	As at 31-03-2024
Current taxes	40.25	36.39
MAT Credit	0.00	0.00
Adjustments in respect of current income tax of Previous Year	8.78	0.00
Deferred tax (Charge) / Income	0.19	(1.65)
<b>Income Tax expense reported in the statement of Profit or loss</b>	<b>49.21</b>	<b>34.74</b>

**(C) Income tax expense charged to OCI****(Rs in Lakhs)**

Particulars	As at 31-03-2025	As at 31-03-2024
Cash Flow Hedge Reserve	-	-
Remeasurement on Defined Benefit Plan	-	-
<b>Income tax charged to OCI</b>	<b>-</b>	<b>-</b>

<b>(D) Unrecognised Deferred tax assets</b>		<b>(Rs in Lakhs)</b>	
<b>Particulars</b>	<b>As at 31-03-2025</b>	<b>As at 31-03-2024</b>	
<b>Deferred tax asset</b>			
Deferred tax asset on business losses	-	-	-
Deferred tax asset on unabsorbed depreciation	-	-	-
Other Unrecognised deferred tax asset	-	-	-
On unwinding of interest on borrowings from related parties	-	-	-
On Fair valuation of Security deposits given	-	-	-
<b>Deferred tax liability</b>			
On Fair valuation of interest free borrowings from related parties	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	

<b>(E) Balance Sheet :</b>		<b>(Rs in Lakhs)</b>	
<b>Particulars</b>	<b>As at 31-03-2025</b>	<b>As at 31-03-2024</b>	
Provision for Income Tax	40.25	36.39	36.39
Taxes Recoverable (Current Tax Assets)	(5.50)	(6.37)	(6.37)
<b>Total (Net)</b>	<b>34.75</b>	<b>30.02</b>	

**Note - 22 Additional Disclosure Required to Notes to Accounts of Kenrik Industries Limited for the Year ended 31st March, 2025:**

Particulars	NUMERATOR	DENOMINATOR	As at 31-3-2025	As at 31-3-2024	Changes (%)	Reason of Variance
Current Ratio	Current Assets	Current Liabilities	4.10	4.82	-14.87%	
Debt-Equity Ratio	Total debt	Shareholders Equity	0.08	0.06	26.76%	Due to increase in Loan from Directors
Return on equity ratio	Net profit less pref div	Average Shareholders Equity	7.58%	8.87%	-1.29%	
Inventory Turnover Ratio	COGS	Average Inventory	6.03	6.66	-9.48%	
Trade Receivables Turnover Ratio	Net Credit Sales	Average Accounts Receivable	29.17	23.71	22.99%	
Trade payables Turnover Ratio	Net Credit Purchase	Average Trade Payables	35.84	30.09	19.10%	
Net Capital Turnover Ratio	Net Sales	Average working capital	6.00	6.14	-2.32%	
Net Profit Ratio	Net Profit after Tax	Net Sales	1.33%	1.51%	-0.18%	
Return on Capital Employed	EBIT	Capital Employed	10.13%	10.60%	-0.46%	

**Additional Disclosure of Current liabilities: Financial Liabilities : Trade Payables (Part of Note: 5)**

(Amount in Lacs)

Outstanding For Following Periods From Due Date Of Payment- As at 31.03.2025						
Particulars	less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total	
MSME	0.00	0.00	0.00	0.00	0.00	
Others	212.09	8.99	14.27	0.00	235.34	
Disputed Dues-MSME	0.00	0.00	0.00	0.00	0.00	
Disputed Dues-Others	0.00	0.00	0.00	0.00	0.00	

Outstanding For Following Periods From Due Date Of Payment-As at 31.03.2024						
Particulars	less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total	
MSME	0.00	0.00	0.00	0.00	0.00	
Others	128.44	0.00	56.75	0.00	185.19	
Disputed Dues-MSME	0.00	0.00	0.00	0.00	0.00	
Disputed Dues-Others	0.00	0.00	0.00	0.00	0.00	

**Additional Disclosure of Trade Receivables (Part of Note: 10)**

(Amount in Lacs)

Particulars	Outstanding For Following Periods From Due Date Of Payment - 31.03.2025					
	Less than 6 Months	6 Months- 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade Receivables-Considered Good	334.31	0.00	0.00	0.00	0.00	334.31
Undisputed Trade Receivables-Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivables-Considered Good	0.00	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivables-Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00

Particulars	Outstanding For Following Periods From Due Date Of Payment - 31.03.2024					
	Less than 6 Months	6 Months- 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
Undisputed Trade Receivables-Considered Good	178.22	0.00	0.00	0.00	0.00	178.22
Undisputed Trade Receivables-Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivables-Considered Good	0.00	0.00	0.00	0.00	0.00	0.00
Disputed Trade Receivables-Considered Doubtful	0.00	0.00	0.00	0.00	0.00	0.00

**Note 23****Related Party Disclosure Under IND AS 24**

The Management has identified the following entities and Individuals as related parties of the entity for the purpose of reporting as per IND AS - 24 - Related Party Transactions as under

**(i) Name of related parties and description of relationship with whom transactions made:**

Sr. No.	Name of Related Party	Appointment / Cessation date	Relationship
1	Akshay Hiteshkumar Soni	20/08/2018	Director
2	Nihar Nitinbhai Shah	16/02/2018	Director & CFO
3	Shivangi Gajjar	16/02/2018	Director
4	Nitin Dalpatlal Shah	28/02/2017	Managing Director
5	Kiran Prajapati	13/01/2022	Company Secretary
6	Nishit Shah	22/05/2023	Director
7	Spright Agro Limited		Common Director
8	ANN Capital Finance Private Limited		Common Director
9	Manisha Nitin Shah		Relative of Director

**(ii) Related Party Transaction**

(in lacs)			
Sr. No.	Name of Related Party	Transaction	31/03/2025
1	Nihar Nitinbhai Shah	Director Remuneration	3.00
2	Nitin Dalpatlal Shah	Director Remuneration	3.00
3	Nitin Dalpatlal Shah	Loan Received	28.55
4	Kiran Prajapati	Remuneration	4.28
5	Manisha Nitin Shah	Rent	0.75

**Note**

All the Related party transactions entered during the year were in ordinary course of business and are on arm's length basis.

The Names of related parties and nature of the relationships are disclosed irrespective of whether or not there have been transactions between the related parties. For Related party transactions, it is disclosed only when the transactions are entered into by the company with the related parties during the existence of the related party relationship.

**Note 24 Other Statutory Information**

- 1 The Company does not have any Benami property, where any proceeding has been initiated or  
pending against the Company for holding any Benami property
- 2 The Company does not have any charges pending satisfaction with ROC beyond the statutory  
period.
- 3 The Company has not traded or invested in Crypto currency or Virtual Currency during the  
financial year  
The Company has not advanced or loaned or invested funds to any other person(s) or  
entity(ies), including foreign entities (Intermediaries) with the understanding that the  
Intermediary shall:
- 4 (a) directly or indirectly lend or invest in other persons or entities identified in any manner  
whatsoever by or on behalf of the company (Ultimate Beneficiaries) or,  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- The Company has not received any fund from any person(s) or entity(ies), including foreign  
entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that  
the Company shall:
- 5 (a) directly or indirectly lend or invest in other persons or entities identified in any manner  
whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or,  
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- The Company has no such transaction which is not recorded in the books of accounts that has  
been surrendered or disclosed as income during the year in the tax assessments under the
- 6 Income Tax Act, 1961 such as, search or survey or any other relevant provisions of the Income  
Tax Act, 1961,
- The Company has not been declared as wilful defaulter by any bank or financial institution (as  
defined under the Companies Act, 2013) or any other lender or consortium thereof, in
- 7 accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.
- 8 The Company does not have any transactions with companies struck off, other than disclosed.
- As per Rule 3(1) of Companies (Accounts) Rules, 2014 (as amended), the Company has used  
accounting software for maintaining its books of account which, along with change log
- 9 management, has a feature of recording audit trail (edit log) facility in terms of laid down  
requirements, but the same has not been operated throughout the financial year 2024-25,  
managemnet will try to opt for the edit log feature in near future.
- In the opinion of the Board of Directors, current assets have a value on realization in the
- 10 ordinary course of business at least equal to the amount at which they are stated in the  
balance sheet and provisions for all known / expected liabilities have been made.
- 11 The figures of the previous year have been re-classified according to current year classification  
wherever required

## **NOTE: 1 – Material accounting policies and other explanatory information**

(forming part of standalone financial statements for the year ended March 31, 2025)

This note provides a list of the significant accounting policies adopted in the preparation of these standalone financial statements. These Policies have been consistently applied to all the years presented, unless otherwise stated.

### **1. Company Information:**

Kenrik Industries Limited (“the Company”) is a Public Company domiciled in India having CIN: U36101GJ2017PLC095995. The registered office of the company is located at B-306, East Face, Behind Maruti Suzuki Showroom, Nr. S P RingRoad, Ambli Road, Ahmedabad, Ambli, Ahmedabad, Daskroi, Gujarat, India, 380058. The Company is engaged in the business of Trading of Gold, Silver Ornaments & Bullion.

### **2. General information and statement of compliance with IND AS**

These standalone financial statements (‘financial statements’) of the Company have been prepared in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (‘Ind AS’) specified under Section 133 of the Companies Act, 2013 (‘the Act’) and other relevant provisions of the Act. The Company has uniformly applied the accounting policies during the periods presented.

The financial statements are presented in Indian Rupees (INR) which is also the functional currency of the Company.

The financial statements for the year ended 31 March 2025 were authorized and approved for issue by the Board of Directors on 28 May 2025. The revision to the financial statements is permitted by the Board of Directors after obtaining necessary approvals or at the instance of regulatory authorities as per provisions of the Act.

### **3. Basis of Preparation**

#### **a) Statement of Compliances**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time and other accounting principles generally accepted in India.

These financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair value by Ind AS. The financial statements are presented in INR except when otherwise stated.

**b) Significant accounting judgements, accounting estimates and assumptions**

The preparation of financial statements requires management to make certain judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities (including contingent liabilities) and the accompanying disclosures. Estimates and underlying assumptions are reviewed on an ongoing basis.

Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial years, are described below. Existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**4. Recent accounting pronouncements in the Indian Accounting Standards**

Ministry of Corporate Affairs ('MCA') notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

For the year ended 31 March 2025, MCA has amended/ notified certain accounting standards, which are effective for annual reporting period beginning on or after 01 April 2024. MCA vide notification dated 09 September 2024 and 28 September 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and the Companies (Indian Accounting Standards) Third Amendment Rules, 2024 respectively:

Ind AS 117 - Insurance Contracts, this new standard enacted for insurance contracts. Said enactment does not have any impact on the financial statements; and

Ind AS 116 - Leases, Amendment relates to subsequent accounting for seller-lessee in respect of the sale and lease back transactions accounted for as sale under Ind AS 115- Revenue from Contracts with customers.

**5. Application of new or amended standards**

As per Ind AS-1, the concept of 'Significant Accounting Policies' has given way to 'Material Accounting Policies', the latter enjoins disclosure of only accounting policies in company specific context out of multiple options granted under Ind AS for such treatments. Pursuant to this the accounting policies have been divided into two parts: -

Material Accounting Policies

Other Accounting Policies

## **5A. Material Accounting Policies**

The financial statements have been prepared using the material and other accounting policies and measurement bases summarized below:

### **a) Revenue Recognition**

Revenue from contract with customer is recognised upon transfer of control of promised products or services to customers on complete satisfaction of performance obligations for an amount that reflects the consideration which the Company expects to receive in exchange for those products or services. Revenue is measured based on the transaction price which is the consideration, adjusted for discounts and other incentives, if any, as per contracts with the customers. Revenue also excludes taxes or amounts collected from customers in its capacity as agent. The specific recognition criteria from various stream of revenue is described below:

- **Sale of Goods**

Revenue from sale of goods is recognised when the Company transfers control of the goods, generally on delivery, or when the goods have been dispatched to the customer's specified location as per the terms of contract, provided the company has not retained any significant risk of ownership or future obligation with respect to the goods dispatched.

- **Interest Income:**

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

- Other incomes have been recognized on accrual basis in the financial statements, except when there is uncertainty of collection.

### **b) Impairment of Financial Assets:**

In accordance with Ind AS 109 'Financial Instruments', the Company applies Expected Credit Loss ('ECL') model for measurement and recognition of impairment loss for financial assets. ECL is the weighted-average of difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate, with the respective risks of default occurring as the weights. When estimating the cash flows, the Company is required to consider:

All contractual terms of the financial assets (including prepayment and extension) over the expected life of the assets;

Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

**Trade Receivables:** In respect of trade receivables, the Company applies the simplified approach of Ind AS 109 'Financial Instruments', which requires measurement of loss allowance at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible default events over the expected life of a financial instrument.

**Other Financial Assets:** In respect of its other financial assets, the Company assesses if the credit risk on those financial assets has increased significantly since initial recognition. If the credit risk has not increased significantly since initial recognition, the Company measures the loss allowance at an amount equal to 12-month expected credit losses, else at an amount equal to the lifetime expected credit losses. When making this assessment, the Company uses the change in the risk of a default occurring over the expected life of the financial asset. To make that assessment, the Company compares the risk of a default occurring on the financial asset as at the balance sheet date with the risk of a default occurring on the financial asset as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition. The Company assumes that the credit risk on a financial asset has not increased significantly since initial recognition if the financial asset is determined to have a low credit risk at the balance sheet date.

**c) Taxation:**

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in Statement of Profit and Loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

**1. Current Tax**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. Current income tax(including Minimum Alternate Tax (MAT)) is measured at the amount expected to be paid to the tax authorities in accordance with the Income-Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

Current income tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss (either in other comprehensive income (OCI) or in equity).

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

## **2. Deferred Tax**

Deferred tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax includes MAT tax credit. The Company recognises tax credits in the nature of MAT credit as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which tax credit is allowed to be carried forward. In the year in which the Company recognises tax credits as an asset, the said asset is created by way of tax credit to the statement of profit and loss. The Company reviews such tax credit asset at each reporting date to assess its recoverability.

## **5B Other Accounting Policies**

The financial statements have been prepared using the material and other accounting policies and measurement bases summarized below:

### **a. Current / Non-current Classification:**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set-out in the Act. Deferred tax assets and liabilities are classified as non-current assets and non-current liabilities, as the case may be. The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.

Any asset or liability is classified as current if it satisfies any of the following conditions:

- i) The asset/liability is expected to be realized/ settled in the Company's normal operating cycle;
- ii) The asset is intended for sale or consumption;
- iii) The asset/liability is held primarily for the purpose of trading;
- iv) The asset/liability is expected to be realized/ settled within twelve months after the reporting period;

- v) The asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- vi) In the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

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

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

#### **b. Financial Instruments:**

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted for transaction costs, except for those carried at fair value through profit or loss which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities is described below:

#### **Non-derivative Financial Assets**

Subsequent measurement

##### **☐ Financial Assets carried at Amortized Cost**

A financial asset is measured at the amortized cost, if both the following conditions are met:

- a. The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows; and
- b. Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest ('SPPI') on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate ('EIR') method.

##### **☐ Investments in Equity Instruments of Subsidiaries and Joint Ventures**

Investments in equity instruments of subsidiaries and joint ventures are accounted for at cost in accordance with Ind AS 27 'Separate Financial Statements'.

##### **☐ Investments in Other Equity Instruments**

Investments in equity instruments which are held for trading are classified as at fair value through profit or loss ('FVTPL'). For all other equity instruments, the Company makes an irrevocable choice upon

initial recognition, on an instrument by instrument basis, to classify the same either as at fair value through other comprehensive income ('FVTOCI') or FVTPL. Amounts presented in other comprehensive income are not subsequently transferred to profit or loss. However, the Company transfers the cumulative gain or loss within equity. Dividends on such investments are recognized in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment.

#### ☐ **Debt Instruments**

Debt instruments are initially measured at amortized cost, FVTOCI or FVTPL till de-recognition on the basis of:

- i. the entity's business model for managing the financial assets; and
- ii. the contractual cash flow characteristics of the financial asset.

#### **a. Measured at Amortized Cost**

Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortized cost using the EIR method less impairment, if any. The amortization of EIR and loss arising from impairment, if any, is recognized in the Standalone Statement of Profit and Loss.

#### **b. Measured at Fair Value through other Comprehensive Income**

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at FVTOCI. Fair value movements are recognized in the other comprehensive income ('OCI'). Interest income measured using the EIR method and impairment losses, if any are recognized in the Standalone Statement of Profit and Loss. On de-recognition, cumulative gain or loss previously recognized in OCI is reclassified from the equity to 'other income' in the Standalone Statement of Profit and Loss.

#### **c. Measured at Fair Value through Profit or Loss**

A financial asset not classified as either amortized cost or FVTOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income, if any, recognized as 'other income' in the Standalone Statement of Profit and Loss.

#### ☐ **Investments in Mutual Funds**

Investments in mutual funds are measured at FVTPL.

#### **De-recognition of financial assets**

A financial asset is primarily de-recognized when the contractual rights to receive cash flows from the asset have expired or the Company has transferred its rights to receive cash flows from the asset.

## **Non-derivative Financial Liabilities**

### **Subsequent measurement**

Subsequent to initial recognition, all non-derivative financial liabilities are measured at amortised cost using the effective interest method.

### **De-recognition of financial liabilities**

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Standalone Statement of Profit and Loss.

## **Derivative Financial Instruments**

The Company holds derivative financial instruments in the form of future contracts to mitigate the risk of changes in exchange rates on foreign currency exposure. The counterparty for these contracts are scheduled commercial banks / regulated brokerage firms. Although these derivatives constitute hedges from an economic perspective, they do not qualify for hedge accounting under Ind AS 109 'Financial Instruments' and consequently are categorized as financial assets or financial liabilities at FVTPL. The resulting exchange gain or loss is included in other income / expenses and attributable transaction costs are recognized in the Standalone Statement of Profit and Loss when incurred.

### **□ Financial Guarantee Contracts**

Financial guarantee contracts are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified party fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognized as a financial liability at the time the guarantee is issued at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of expected loss allowance determined as per impairment requirements of Ind AS 109 'Financial Instruments' and the amount recognized less cumulative amortization.

### **□ Offsetting of Financial Instruments**

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

### **c. Fair Value Measurement:**

The Company measures financial instruments, such as, derivatives at fair value at each Standalone Balance Sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- ☐ In the principal market for the asset or liability; or
- ☐ In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

**Level 1** — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

**Level 2** — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

**Level 3** — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

**d. Inventories:**

Inventories are valued at the lower of cost or net realizable value. Cost includes purchase price, duties, transport, handling costs and other costs directly attributable to the acquisition and bringing the inventories to their present location and condition. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

**e. Employee Benefits:**

Short Term Employee Benefits Employee benefits payable wholly within twelve months of rendering the services are classified as short-term employee benefits and recognized in the period in which the employee renders the related service. These are re-recognized at the undiscounted amount of the benefits expected to be paid in exchange for that service.

**i. Provisions, Contingent Liability and Contingent Assets:**

☐ Provisions are recognized only when there is a present obligation, as a result of past events and when a reliable estimate of the amount of obligation can be made at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates. Provisions are discounted to their present values, where the time value of money is material.

☐ Contingent liability is disclosed for: a. Possible obligations which will be confirmed only by future events not wholly within the control of the Company; or b. Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

☐ Contingent assets are neither recognized nor disclosed except when realization of income is virtually certain, related asset is recognized.

**j. Operating Segments:**

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ('CODM') of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company.

**k. Earnings per Share:**

Basic earnings per share are calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit for the period attributed to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all potentially dilutive equity shares.

**l. Cash and Cash Equivalents:**

For the purpose of the Standalone Statement of Cash Flows, cash and cash equivalents consist of cash and cheques in hand, bank balances, demand deposits with banks where the original maturity is three

months or less and other short-term highly liquid investments net of outstanding bank overdrafts and cash credit facilities as they are considered an integral part of the Company's cash management.

**m. Functional and presentation currency:**

Items included in the standalone financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (i.e. the "functional currency"). The standalone financial statements are presented in Indian Rupee, the national currency of India, which is the functional currency of the Company.

**n. Related Party Disclosure:**

List of related parties where control exists and also related parties with whom transactions have taken place and relationships, has been disclosed in **Note No. 23** to the Notes to Accounts.

**o. Details of Foreign Exchanges Earnings and Out Go:-**

Sr No	Particulars	31 <sup>st</sup> March, 2025	31 <sup>st</sup> March, 2024
1	Foreign Exchange Earning	-	-
2	Foreign Exchange Out Go	-	-

Details of foreign exchange mentioned above are certified and provided by the Management of the company.

**p.** As certified by the company that it was received written representation from all the directors, that companies in which they are directors had not defaulted in terms of section 164(2) of the companies Act, 2013, and the representation from directors taken in Board that Director is disqualified from being appointed as Director of the company.

**q. Expenditure:**

Expenses are net of taxes recoverable, where applicable.

**r. Other Note:**

As per the Ministry of Corporate Affairs (MCA) notification, proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014, for the financial year commencing April 1, 2023, every company which uses accounting software for maintaining its books of account, shall use only such accounting software which has a feature of recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled. The interpretation and guidance on what level edit log and audit trail needs to be maintained evolved during the year and continues to evolve.

In the company, the accounting software has a feature of audit trail, but it was disable at an application level for maintenance of books of accounts and relevant transactions. However, the global standard ERP

used by the Company has not been enabled with the feature of audit trail log at the database layer to log direct transactional changes, due to present design of ERP. This is being taken up with the vendor. In the meanwhile, the Company continues to ensure that direct write access to the database is granted only via an approved change management process.

#### **S. Equity Share Capital:**

As on 9<sup>th</sup> May 2025, Company is listed on BSE SME stock exchange. Company has issued fresh new equity shares through initial public offer.

#### **5C. Significant management judgement in applying material and other accounting policies and estimation uncertainty:**

The preparation of the Company's financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities:

- **Recoverability of advances / receivables**

At each balance sheet date, based on historical default rates observed over expected life, the management assesses the expected credit losses on outstanding receivables and advances.

- **Provisions**

At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.

- **Contingencies**

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence, and potential quantum, of contingencies inherently involves the exercise of significant judgments by management and the use of estimates regarding the outcome of future events

- **Fair value measurements**

Management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available) and share based payments. This involves developing estimates and assumptions consistent with how market participants would price the instrument. The Company engages third party valuers, where required, to perform the valuation. Information about

the valuation techniques and inputs used in determining the fair value of various assets, liabilities and share based payments are disclosed in the notes to standalone financial statements.

- **Inventories**

The Company estimates the net realizable values of inventories, taking into account the most reliable evidence available at each reporting date. The future realization of these inventories may be affected by future demand or other market-driven changes that may reduce future selling prices.

- **Income taxes**

The Company's tax jurisdiction is India. Significant judgements are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions. The extent to which deferred tax assets/minimum alternate tax credit can be recognized is based on management's assessment of the probability of the future taxable income against which the deferred tax assets/minimum alternate tax credit can be utilized.

For and on behalf of the board of directors

**For, Kenrik Industries Limited**

As per our attached report of even date

**For, V S S B & Associates**

Chartered Accountants

Firm No. 121356W

Nitin D. Shah

**Managing Director**

(DIN: 07715360)

Nihar Shah

**Director & CFO**

(DIN: 07714540)

(Shridhar Shah)

**(Partner)**

M No:-138132

UDIN: 25138132BMGCQU2096

Zalak Gajjar

**Company Secretary**

Mo. No. A31461

Place : Ahmedabad

Date : 28/05/2025

Place : Ahmedabad

Date : 28/05/2025