





# Table Of Content

Corporate Information	03
About Fabtech	04
Board of Directors	07

Message From CEO	08
Years of Innovation	09
Employee Engagement	10
Awards & Accolades	14

Director Report	16
Annexures to Director Report	23
Management Discussion	32
Standalone Auditor Report	36
Standalone Financial Statement	46
Consolidated Auditor Report	66
Consolidated Financial Statement	75
Notice of the 5 <sup>th</sup> Annual General Meeting	96



# Corporate Information

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## CORPORATE IDENTIFICATION NUMBER:

U74999MH2018PTC316357

## CORPORATE & REGISTERED OFFICE:

715, Janki Centre,  
Off. Veera Desai Road,  
Andheri West,  
Mumbai City, Mumbai,  
Maharashtra,  
India, 400053

## STATUTORY AUDITOR:

### Ajmera & Ajmera, Chartered Accountants

Office No. 404,  
Navkar Atlantis,  
Road No.3,  
Behind Bharat Bank,  
Daulat Nagar,  
Borivali East,  
Mumbai,  
Maharashtra 400066

## BANKERS:

Axis Bank Ltd  
RBL Bank Ltd

## REGISTRAR AND SHARE TRANSFER AGENT:

### Maashitla Securities Private Limited

451, Krishna Apra Business Square,  
Netaji Subhash Place, Pitampura,  
New Delhi- 110034

## INTERNAL AUDITOR:

### Bathiya & Associates LLP

909, Hubtown Solaris,  
Prof NS Phadke Marg,  
Andheri East, Mumbai,  
Maharashtra 400069



# About Fabtech

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Fabtech stands tall as a premier transnational pharmaceutical engineering company, spearheading the industry with comprehensive solutions for pharmaceuticals, biotechnology, and healthcare facilities. Headquartered in Mumbai, India, we have established our presence globally, with regional offices strategically located in Dubai (UAE), Saudi Arabia, Egypt, Nigeria, Jordan, UK, Algeria, and Sri Lanka. For more information, visit [www.fabtechnologies.com](http://www.fabtechnologies.com)



## CORE VALUES:



Reliable



Responsible



Respectful

Embedded in our ethos are three fundamental values: reliability, responsibility, and respect. These principles serve as the foundation for our unwavering growth and guide us in preserving our core character. As Life Engineers, we understand the significance of our work in shaping a healthier world.



## MISSION:

Collaborating with our clients and partners, Fabtech is dedicated to constructing pharmaceutical, biotechnological, and healthcare capabilities, ensuring universal access to affordable life-saving medicines. Our commitment extends beyond the completion of projects; we gauge success by the positive impact on lives across the globe.





# About Fabtech

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## GLOBAL REACH AND IMPACT:

With an illustrious journey spanning 27 years, Fabtech Group has earned a stellar reputation for delivering turnkey solutions to pharmaceutical, biotechnology, and healthcare companies worldwide. Over 750+ global projects in 62 countries bear witness to our global influence, positively impacting the lives of 75+ million individuals. We take pride in being a powerhouse of life engineering, contributing significantly to the betterment of society.

2000+

Customers

750+

Global Projects

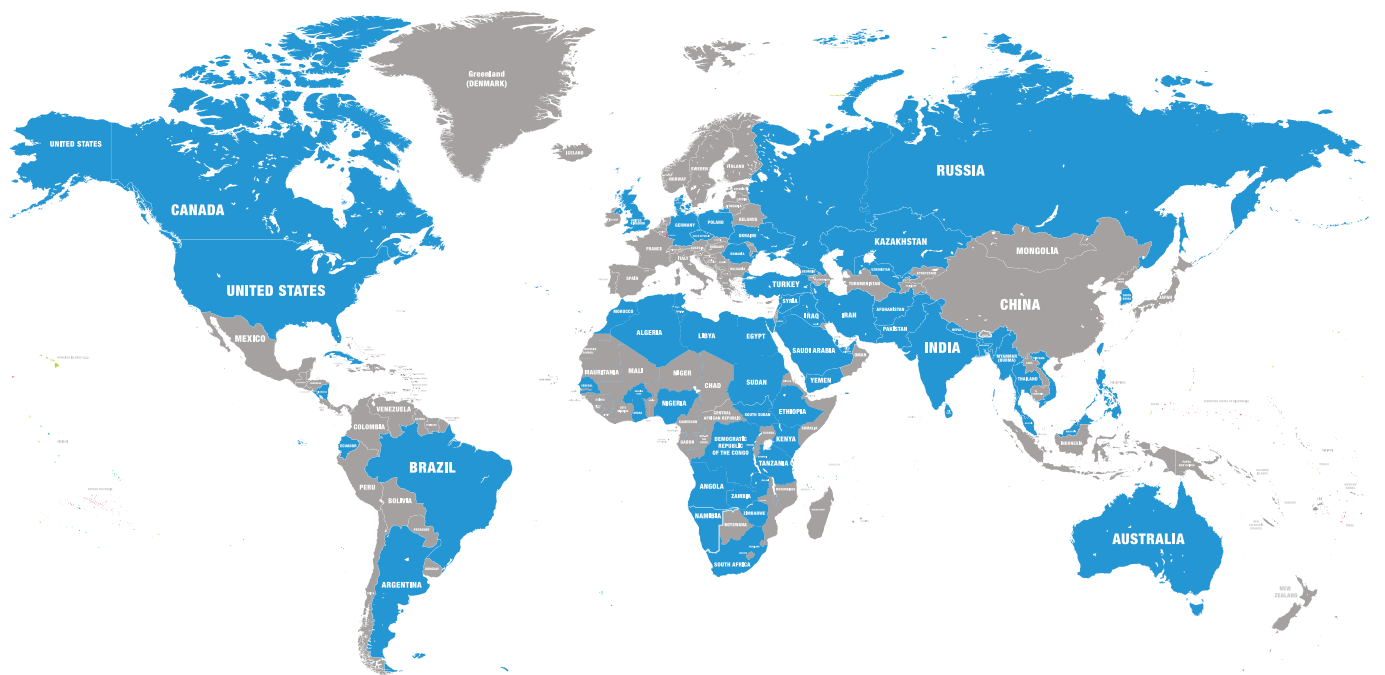
62

Countries

75M+

Lives Impacted

We are painting the **world blue**.





# About Fabtech

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## MANUFACTURING EXCELLENCE:

At the heart of our operations lie four state-of-the-art manufacturing units in Maharashtra and Gujarat. These facilities are dedicated to producing pharmaceutical infrastructure and equipment, ranging from Cleanroom Panels, HVAC systems, Cleanroom equipment, powder processing machines, Containment systems, Injectable solutions, to capsule filling lines and coating solutions. Our commitment to quality manufacturing ensures that our products meet the highest industry standards.



## HUMAN CAPITAL:

Fabtech Technologies Pvt. Ltd. boasts a workforce of over 169 Life Engineers, including a dedicated team of designers and engineers. Innovation is at the forefront of our operations, and our team is wholly committed to driving technological advancements for our customers. The global nature of our business allows seamless access for our customers to our engineering teams stationed across world.

As we reflect on our accomplishments over the years, Fabtech remains steadfast in its commitment to advancing pharmaceutical, biotechnological, and healthcare capabilities globally. We extend our gratitude to our clients, partners, and the entire Fabtech Life Engineers for their unwavering support. Together, we look forward to shaping a healthier tomorrow for communities worldwide.



Technology Transfer



Design & Engineering



Equipment Manufacturing



Project Management



Installation & Construction



Validation Services

# Board of Directors & Senior Management

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



**HEMANT M. ANAVKAR**

Life Engineer,  
Director



**AMJAD A. ARBANI**

Life Engineer,  
Director



**CHIRAG H. DOSHI**

Life Engineer,  
Nominee Director



**ASHWANI SINGH**

Life Engineer,  
Chief Executive Officer



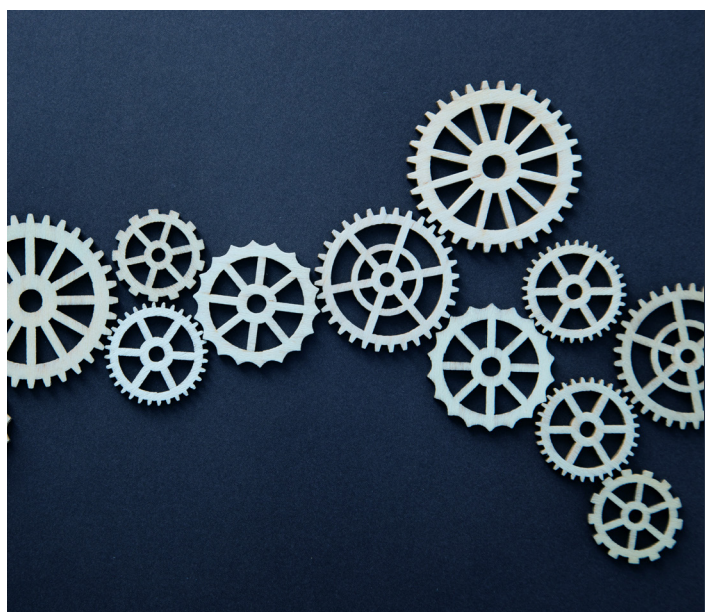
**SAROJA CHANDAN**

Life Engineer,  
Executive Director



**DILIP GHOSH**

Life Engineer,  
Sr. Vice President



## *We're Life Engineers*

We're a biopharma engineering company, a small but essential piece of the massive life sciences ecosystem. By bringing together our customers, partners, industry thought leaders, regulators and governments, we affect a greater impact and bring our mission to life.



# Message From CEO

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Reflecting on Resilience and Achievements in Challenging Times”

### Dear Shareholders,

As we conclude the fiscal year 2022-23, I would like to extend my heartfelt gratitude to each and every one of you for your unwavering commitment and resilience in the face of unprecedented challenges. The past year has been marked by a series of global events that significantly impacted the world economy, creating a complex and challenging business environment.

The global economic landscape experienced an unexpected and widespread slowdown, accompanied by inflation rates not witnessed in several decades. Factors such as tightening financial conditions, the Russia-Ukraine conflict, and the persistent challenges have collectively contributed to the most significant economic downturn since 2001, with echoes of the global financial crisis and the acute phase of the pandemic.

The Russia-Ukraine conflict, in particular, had a profound impact on our operations. Disruptions in the supply chain and logistical constraints affected ongoing projects, leading to a slowdown in supplies and progress. Additionally, the shortage of USD in the international market created delays in project timelines, while the doubling of USD rates in key markets like Algeria posed significant financial challenges, causing delays in project funding.

Despite these formidable obstacles, the spirit and dedication of our Life Engineers prevailed. In the face of a projects slowdown, our Life Engineers exhibited remarkable resilience, ensuring that we not only weathered the storm. This accomplishment is a testament to the tenacity and adaptability of our workforce.



**MR. ASHWANI SINGH**

Life Engineer,  
Chief Executive Officer

Moreover, the economic downturn presented us with a unique opportunity to refocus our efforts on the digitalization of our company. From marketing and sales to project management and the entire project installation cycle, we embraced technological advancements to enhance our efficiency and effectiveness. This strategic shift allowed us to achieve policy compliance throughout the organization, ensuring that we continue to operate with integrity and in alignment with industry standards.

As we navigate through these challenging times, let us draw inspiration from our collective achievements and the strength of our team. Together, we have demonstrated that, even in the face of adversity, we can adapt, innovate, and emerge stronger.

Looking ahead, we remain committed to steering Fabtech towards sustained growth and success. Your dedication and hard work are the cornerstones of our resilience, and I am confident that, as we continue to navigate the dynamic business landscape, we will overcome challenges and achieve even greater milestones.

Thank you for your continued commitment and unwavering support.



# Years of Innovation

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



## Humble Beginnings

As Fabtech group, when we embarked on our journey 27 years ago, we had little idea that we would continue making significant strides and establish a remarkable presence in 62 countries.

Today, with over 750+ global projects, we have elevated our accomplishments and paved a healthier path, impacting 75+ million lives worldwide. While we remain grounded, we take a moment to share a summary of our timeline, from our humble beginnings to where we proudly stand today.

**1996**

**Established Fabtech Technologies International Ltd.**, Equipment supply, Focus on exports, First order in Syria.

**2002**

Launched R&D program to design modular systems  
Started Manufacturing facility.

**2005**

2 Manufacturing facilities at Umbergaon, Gujarat  
Aurobindo Pharma Project.

**2012**

Turnkey Project Al-Razi-SRG, KSA, PSI-KSA, Ranbaxy, Nigeria @ 14 Mn USD.

Amneal USA @ 5Mn USD  
Geltec Dubai @ 3Mn USD  
USD Farmabiot Mexico @ 1Mn USD.

**2015**

Hikma - Sudan, Sipchem - Saudi, Biorem - Algeria  
CPCM - Algeria @ 13 Mn USD.

**2014**

Fidson-Nigeria @ 3.3Mn USD.

**2013**

**2023**

Launching FaBL and reaching new horizon of OSD processing and containment systems.

**2022**

We are now group of 6 companies providing complete pharma solution.

**2020**

**Fabtech Technologies Pvt. Ltd.**, a subsidiary of the Fabtech Group, underwent a strategic demerger.

**2016**

The Application Service Center for OSD Processing

# Employee Engagement Programs

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Even as we move ahead, strength to strength, we believe in maintaining our priority of acknowledging the contribution of our Life Engineers. Fabtech's Alumni Meet was an opportunity to sincerely thank them for being part of Fabtech's growth story and making an impact in their own unique ways. Sharing with you some glimpse from the meet and wishing them all the best and success in their future endeavours.

And until we meet them again, let us once again rightly put it.



## Once a Life Engineer, always a Life Engineer



When we say that we are in the business of saving lives, we mean it with all our heart.

World Blood Donor Day at Fabtech Technologies Private Limited was a significant day where all life engineers came together to do their bit, make a difference, and contribute towards building a secure blood supply in the world!

Donate Blood. Save Lives.



# Employee Engagement Programs

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



Celebrating Independence Day at Fabtech! Our office was a vibrant sea of tricolor as we came together for a day filled with patriotic spirit and camaraderie. From themed attire to thrilling games every department showcased their competitive spirit.

Prize distribution added an extra dash of excitement, recognizing the outstanding contributions of each department. Team spirit was at an all-time high as we bonded over snacks, reinforcing the Fabtech family spirit.

A big shoutout to everyone who made this event a grand success! Employee Engagement at its finest - because at Fabtech, we work hard and celebrate even harder!

## We're Life Engineers





# Employee Engagement Programs

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



The joy of the season filled our office as Fabtech Life Engineers came together for a festive in-house celebration! From Secret Santa gift exchanges to laughter-filled games and indulging in delicious festive snacks, the Christmas spirit was truly alive.

A huge shoutout to every Fabtechian for making this celebration a memorable and joyous occasion.

Here's to the spirit of togetherness and creating wonderful memories!

## We're Committed to Saving Lives.

Fabtech radiated a magnificent display of patriotism on India's 74<sup>th</sup> Republic Day. Continuing the tradition, life engineers came together to participate in various activities, commemorating the occasion with true patriotic fervor.





# Climate Change We're stepping up.

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## CLIMATE TRANSFORMATION IS ONLY GOING TO INCREASE THE HEALTH EQUITY DIVIDE. WE'RE STEPPING UP.

Our solutions help pharma and biotech companies solve problems big and small, complex and simple. Our emphasis on managing every stage of the project management cycle in-house ensures we deliver beyond expectation on every project - whether flexibility, operability or cost optimisation.

We're stepping up to empower scientists, researchers, pharmacists, healthcare practitioners, governments and pharma companies to design new medicines and improve healthcare delivery systems with our efficient, sustainable start-to-finish solutions.

The world must not be blindsided again by whatever comes next.



JOIN US AS WE STEP UP.



# Awards & Accolades

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



GIAD Industrial Group - Sudan



IDMA Corporate Citizen Award 2018



Milk Vita - Bangladesh



Saudi International Development Fund



Shivprabha Jeevan Gaurav Award



The CEO Magazine - 2017



NVI - Ethiopia



The CEO Magazine - 2017



Tech Leadership Awards 2021



# Certificates & Appreciation Letters

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23



Certificate FM Approvals



Report FM Approvals



ISO 9001:2015



ISO 14001:2015



ISO 45001:2018



Biorem - Appreciation Letter



Tabuk - Appreciation Letter



Sanofi - Appreciation Letter



O-Pharma - Appreciation Letter

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Dear Members,

Your director's present the 05th Annual Report together with the Audited Financial Statements of the Company for the Financial Year ended on 31st March, 2023.

## FINANCIAL SUMMARY

(Amount in INR Lakhs)

Particulars	Standalone		Consolidated	
	2022-23	2021-22	2022-23	2021-22
Total Revenue	1,99,81.93	2,59,53.71	1,99,81.93	2,59,53.71
Total Expenditure	1,74,15.92	2,28,48.32	1,74,15.92	2,28,48.32
Profit/(Loss) before Tax	25,66.01	31,05.39	25,66.01	31,05.39
Current Tax	6,70.00	8,25.00	6,70.00	8,25.00
(Excess) / Short provision for tax relating to prior year	41.19	0.00	41.19	0.00
Deferred Tax	(18.18)	17.38	(18.18)	17.38
Profit/(Loss) after Tax	18,72.99	22,63.01	2245.67	2429.46
Share in profit of associate	-	-	372.68	166.45
Balance carried to Balance Sheet	-	-	2245.67	2429.46
Earning per Equity Share (Face Value: Rs. 10/-)				
Basic	67.23	81.23	80.61	87.21
Diluted	67.23	81.23	80.61	87.21

## REVIEW OF OPERATIONS:

During the year under review, the Company earned total revenue of INR. 1,99,81.93 lakhs as against INR 2,59,53.71 lakhs revenue in the previous year. The Profit after tax is INR 18,72.99 lakhs as against INR 22,63.01 lakhs in the previous year. Your directors expect to perform better in the coming years.

## MATERIAL CHANGES AND COMMITMENT, IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There have been no material changes and commitments affecting the financial position of the Company in the reporting year. However, the Company invested INR 10000/- subscribing for 1000 Equity Shares in 'Fillpac Solutions Private Limited' in the Financial Year 2023-24.



## SHARE CAPITAL

There was no change in share capital of the Company during the year under review.

## TRANSFER TO RESERVES:

The Board of Directors did not appropriate any amount to be transferred to General Reserve during the Financial Year 2022-23.

## TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

## DIVIDEND:

No Dividend was declared for the current financial year due to conservation of Profits of the Company.

## CHANGE IN THE NATURE OF BUSINESS OF THE COMPANY

There are no changes in the Nature of Business of the Company.

## DEPOSITS:

Your Company has not accepted any deposits within the meaning of Section 73 and 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

## DIRECTORS AND KEY MANAGERIAL PERSONNEL:

During the year, Mr. Aasif Ahsan Khan resigned from the position of Director on 29th December, 2022 and Mr. Chirag Himatlal Doshi was appointed as Nominee Director on 16th January, 2023.

In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs.

As on the date of reporting of this report the Board Comprises of following Directors

1. Mrs. Naseem Ahsan Khan
2. Mr. Amjad Adam Arbani
3. Mr. Chirag Himatlal Doshi
4. Mr. Hemant Mohan Anavkar

The Company is not required to appoint Independent Director.

## MEETINGS OF THE BOARD OF DIRECTORS:

The Board meets at regular intervals to discuss and decide on Company's business policy and strategies apart from other business. During the year under review, the Board met 9 (Nine) times. The details of the meetings of Board of Directors are provided herein below. The gap intervening between any two consecutive meetings was not more than one hundred and twenty days.

The Annual General Meeting in the FY 2022-23 was held on 30th September, 2022.

## SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 the Company is not required to conduct Secretarial Audit for Financial Year 2022-23.

## EXTRACT OF ANNUAL RETURN:

The requirement of extract of the Annual Return under section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rule, 2014, in Form MGT-9 has been discontinued with effect from FY 2021-22.

A list of shareholders holding more than 5% of equity shares is attached herewith as "Annexure - A".

## PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The particulars of Loans, Guarantees and Investments made by the Company under the provisions of Section 186 of the Act are provided under Note No. 13 and 15 of the Financial Statement of the Company.

## PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All the transactions with related parties were in the ordinary course of the business and on arm's length basis and are reported in the Notes to the Financial Statements. The disclosure of Related Party Transactions as required under Section 188 (2) and 134(3) of the Act in Form AOC-2 is annexed as "Annexure - B".

## SUBSIDIARY, ASSOCIATE AND JOINT VENTURE COMPANIES:

As on 31st March 2023, the Company has one Associate Company and no Subsidiary or Joint venture (details annexed in "Annexure - C").

## DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the year under review, there were no significant orders passed by the regulators or courts or tribunals impacting the going concern status of the company and its operations in future.



## **THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR.**

During the year, there have been no applications made or any proceeding pending against the Company under the insolvency and bankruptcy code, 2016 (31 of 2016).

## **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 THE REASONS THEREOF**

During the year, there has been no one-time settlement of Loan and therefore this point is not applicable.

## **CORPORATE SOCIAL RESPONSIBILITY (CSR) POLICY:**

In accordance with the provisions of Section 135 of the Companies Act, 2013, the Board of Directors has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board. The Board functions according to the CSR Policy.

The report on CSR is enclosed as per prescribed format as 'Annexure D' and forms part of the Board report.

## **RISK MANAGEMENT POLICY:**

In terms of the requirement of the Act, the Company has developed and implemented the Risk Management Policy and the same is reviewed periodically by the Board of Directors. Salient features of the policy are as under:

1. The Company is committed to the identification and comprehensive management of risk.
2. Risk is the effect of uncertainty on Fabtech Technologies Private Limited objectives and is inherent in our business. Risk management allows us to prevent losses or capitalize on opportunities.
3. Understanding risk and our appetite for risk will be key considerations in our decision making.
4. We aim to achieve a risk management culture through a series of risk management principles.

## **COMMITTEES OF THE BOARD**

The details of composition of the Committees of the Board of Directors are as under:

- a. Audit Committee: The Company being a Private Limited Company, the Audit Committee is not required to be constituted.
- b. Vigil mechanism: The Company is a Private Limited Company not accepting public deposits nor the Company has any borrowing more than Rs. 50 crores therefore the establishment of Vigil Mechanism is not required.
- c. Nomination & Remuneration Committee: The Company being a Private Limited Company, the Nomination & Remuneration Committee is not required to be constituted.

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

- d Corporate Social Responsibility Committee (CSR Committee): The Company is not required to constitute a CSR committee as the contribution towards CSR Expenditure does not exceed INR 50 lakhs.
- e Stakeholders Relationship Committee: The Company was not required to constitute the Stakeholders Relationship Committee as the number of shareholders during the financial year were less than 1000.

## **MAINTENANCE OF COST RECORDS UNDER SECTION 148 (1) OF COMPANIES ACT 2013:**

As per the Cost Audit Rules, cost audit or maintenance of cost records is not applicable to the Company's any products/ business of the Company for F.Y. 2022-23.

## **DECLARATION OF INDEPENDENT DIRECTORS:**

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to our Company.

## **STATUTORY AUDITORS:**

Pursuant to the provisions of Section 139 of the Act and the rules framed there under M/s. Ajmera and Ajmera (FRN: 018796C), Chartered Accountants were appointed as Statutory Auditors of the Company at the Annual General Meeting of the Financial Year 2019-20 for a period of 5 (five) years from the conclusion of that Annual General Meeting till the conclusion of Annual General Meeting for the financial Year 2024-25.

Further, they have confirmed their eligibility to the effect that their re-appointment if made, would be within the prescribed limits under the Act. The requirement for the annual ratification of auditors' appointment at the AGM has been omitted pursuant to companies (amendment) Act, 2017.

## **INTERNAL AUDIT**

During the year, pursuant to Section 138 of Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014, the Company appointed Bathiya & Associates LLP as Internal Auditors of the Company for conducting and reviewing Internal Audit of the Company.

## **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS IN THEIR REPORT:**

There were no qualifications, reservations or adverse remarks made by the Auditors in their report.

During the year under review, the statutory auditors has not reported any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in this Board's report.

## **INTERNAL FINANCIAL CONTROL:**

Your Company has made special efforts to improve its internal control systems by improving the information flow and automating the processes in support systems. Your Company has sound, well-established and adequate internal control systems commensurate with its size and nature of business. The internal control systems ensure protection of assets and proper recording of all transactions.

The Company appointed N A Shah Associates LLP to conduct Internal Financial Control for FY 2022-23.



## INFORMATION UNDER THE SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance for sexual harassment at workplace and has adopted a Policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. There was no complaint on sexual harassment during the year under review.

During the year ended March 31, 2023, no complaints pertaining to sexual harassment was received by the Company.

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

### A. CONSERVATION OF ENERGY:

- a. **Steps taken or impact on conservation of energy** – The Operations of the Company are not energy intensive. However, Company continues to implement prudent practices for saving electricity and other energy resources in day-to-day activities.
- b. **Steps taken by the Company for utilizing alternate sources of energy** – Though the activities undertaken by the Company are not energy intensive, the Company shall explore alternative sources of energy, as and when the necessity arises.
- c. **The capital investment on energy conservation equipment** – Nil

### B. TECHNOLOGY ABSORPTION:

Company's products are manufactured by using in-house know how and no outside technology is being used for manufacturing activities. Therefore, no technology absorption is required. The Company constantly strives for maintenance and improvement in quality of its products and entire Research & Development activities are directed to achieve the aforesaid goal.

## FOREIGN EXCHANGE EARNINGS AND OUT-GO:

During the year, following were the Foreign exchange earnings and Out-go:

Particulars	Amount (Lakhs Rs.)
Foreign Exchange earnings: FOB Value of Export Sales	16,130.31
<b>Foreign Exchange Outgo:</b>	
1. Value of Imports on C.I.F Basis	1,148.11
2. Expenditure in Foreign Currency	2,592.77

## DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of Section 134 (5) of the Companies Act, 2013, the Directors would like to state that

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed;

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

- ii. The Directors have 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 at the end of the financial year and of the profit of the Company for the year under review;
- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The Directors have prepared the annual accounts on a going concern basis; and
- v. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## SECRETARIAL STANDARDS ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA (ICSI)

The Company complies with the Secretarial Standards issued by ICSI, one of the premier professional bodies in India.

## ACKNOWLEDGEMENTS:

The Board of Directors express their gratitude for the valuable support and co-operation extended by various Government authorities and stakeholders including shareholders, banks, financial Institutions, viewers, vendors and service providers.

The Board also place on record their deep appreciation towards the dedication and commitment of your Company's employees at all levels and look forward to their continued support in the future as well.

## For FABTECH TECHNOLOGIES PRIVATE LIMITED

**HEMANT MOHAN ANAVKAR**  
DIRECTOR  
DIN: 00150776

**AMJAD ADAM ARBANI**  
DIRECTOR  
DIN: 02718019

**Date: 07<sup>th</sup> September, 2023**  
**Place: Mumbai**

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## ANNEXURE – “A”

### LIST OF SHAREHOLDERS HOLDING MORE THAN 5% OF EQUITY SHHARES AS ON 31<sup>st</sup> MARCH, 2023

Sr. No	Name of Shareholders	No. of Equity Shares (INR 10 each)	% Holding
1	Aasif Khan	1661999	59.66
2	Manisha Anavkar	346250	12.43
3	Hemant Anavkar	346251	12.43
4	Aarif Khan	415500	14.91
5	Others	15,895	0.57
	<b>Paid Up Share Capital - 2,78,58,950</b>	<b>27,85,895</b>	<b>100.00</b>

## For FABTECH TECHNOLOGIES PRIVATE LIMITED

**HEMANT MOHAN ANAVKAR**  
**DIRECTOR**  
**DIN: 00150776**

**AMJAD ADAM ARBANI**  
**DIRECTOR**  
**DIN: 02718019**

**Date: 07<sup>th</sup> September, 2023**  
**Place: Mumbai**



# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## ANNEXURE – “B”

### FORM NO. AOC -2

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

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

1. Details of contracts or arrangements or transactions not at Arm's length basis- **Not applicable**
  - a. Name (s) of the related party & nature of relationship
  - b. Nature of contracts/arrangements/transaction
  - c. Duration of the contracts/arrangements/transaction
  - d. Salient terms of the contracts or arrangements or transaction including the value, if any
  - e. Justification for entering into such contracts or arrangements or transactions'
  - f. Date of approval by the Board
  - g. Amount paid as advances, if any
  - h. Date on which the special resolution was passed in General meeting as required under first proviso to section 188
2. \*\*Details of contracts or arrangements or transactions at Arm's length basis.

(INR Lakhs)

Sr. No	Related Parties	Nature of Relationship	Nature of contracts/arrangements/transaction	Duration of the contracts/arrangements/transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
1	Altair Partition Systems LLP	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	374.49	02 <sup>nd</sup> May, 2022	-
2	Advantek Air Systems Pvt. Ltd.	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	193.87	02 <sup>nd</sup> May, 2022	-
3	TSA Process Equipments Pvt. Ltd.	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	1371.14	02 <sup>nd</sup> May, 2022	-
4	Fablif Process Technologies LLP	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	697.74	02 <sup>nd</sup> May, 2022	-

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Sr. No	Related Parties	Nature of Relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
5	Fabtech Technologies Cleanrooms Pvt Ltd	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	571.82	02 <sup>nd</sup> May, 2022	-
6	Fabsafe Technologies Pvt Ltd	Companies/Firms in which Directors have Significant Influence	Purchase	As per agreement	487.79	02 <sup>nd</sup> May, 2022	-
7	Fabtech Technologies International Ltd	Companies/Firms in which Directors have Significant Influence	Sales	As per agreement	2270.17	02 <sup>nd</sup> May, 2022	-
8	G7 Universal LLC	Companies/Firms in which Directors have Significant Influence	Sales Commission	As per agreement	215.35	02 <sup>nd</sup> May, 2022	-
9	SA Universal LLC	Companies/Firms in which Directors have Significant Influence	Sales Commission	As per agreement	16.88	02 <sup>nd</sup> May, 2022	-
10	Fabtech Turnkey Projects LLP	Companies/Firms in which Directors have Significant Influence	Rent Paid	As per agreement	78.00	02 <sup>nd</sup> May, 2022	-
11	Fablif Process Technologies LLP	Companies/Firms in which Directors have Significant Influence	Reimbursement of Expenses	As per agreement	28.67	02 <sup>nd</sup> May, 2022	-
12	Fabtech Technologies Cleanrooms Pvt Ltd	Companies/Firms in which Directors have Significant Influence	Reimbursement of Expenses	As per agreement	28.67	02 <sup>nd</sup> May, 2022	-
13	Fabsafe Technologies Pvt Ltd	Companies/Firms in which Directors have Significant Influence	Reimbursement of Expenses	As per agreement	13.27	02 <sup>nd</sup> May, 2022	-
14	Fabtech Technologies International Ltd	Companies/Firms in which Directors have Significant Influence	Reimbursement of Expenses	As per agreement	19.03	02 <sup>nd</sup> May, 2022	-
15	Mr. Aasif Khan	Director	Remuneration	Annual	9.12	02 <sup>nd</sup> May, 2022	-

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Sr. No	Related Parties	Nature of Relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
16	Mr. Hemant Anavkar	Director	Remuneration	Annual	55.65	02 <sup>nd</sup> May, 2022	-
17	Mrs. Manisha H Anavkar	Spouse of Mr. Hemant M Anavkar	Remuneration	Annual	54.00	02 <sup>nd</sup> May, 2022	-
18	Mr. Aman Anavkar	Son of Mr. Hemant M Anavkar	Salary	Annual	2.08	02 <sup>nd</sup> May, 2022	-
19	Mr. Aamer Asif Khan	Son of Mr. Aasif A Khan		Annual	9.00	02 <sup>nd</sup> May, 2022	-
20	Mrs. Naseem Khan	Director	Rent Paid	As per agreement	2.40	02 <sup>nd</sup> May, 2022	-

Also refer Related Party transactions under AS 18 have been stated under Note No. 38 of the Financial Statements for the FY 2022-23.

## For FABTECH TECHNOLOGIES PRIVATE LIMITED

**HEMANT MOHAN ANAVKAR**  
DIRECTOR  
DIN: 00150776

**AMJAD ADAM ARBANI**  
DIRECTOR  
DIN: 02718019

**Date: 07<sup>th</sup> September, 2023**  
**Place: Mumbai**



# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## ANNEXURE – “C”

### FORM NO. AOC -1

Statement containing salient features of the financial statement of Subsidiaries/associate companies/joint ventures (Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part “A”: Subsidiaries

Information in respect of each subsidiary to be presented with amounts in Rs) – **Not Applicable**

Part “B”: Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013  
related to Associate Companies and Joint Ventures

Particulars	Details & Amount (in Lakhs INR)
Name of Associate Company	<b>TSA Process Equipments Pvt. Ltd.</b>
1. Latest audited balance sheet date	31 <sup>st</sup> March, 2023
2. Shares of Associate/ Joint ventures held by the company on the year end	
Numbers	4,56,000
Amount of investment in associates and joint ventures	3,40,00,000
Extend of Holding %	<b>33.33%</b>
3. Description of how there is significant influence	Associate Company
4. Reason why the associate/joint venture is not consolidated	N.A
5. Networth attributable to Shareholding as per latest audited Balance Sheet	3186.09
6. Profit / Loss for the year	1118.14
<b>Profit before tax</b>	
i. Considered in Consolidation	372.68
ii. Not Considered in Consolidation	745.46

*\*\*Details as mandated under form AOC 1 are stated under Note No. 57 of the Consolidated Financial Statements for the FY 2022-23*

### For FABTECH TECHNOLOGIES PRIVATE LIMITED

**HEMANT MOHAN ANAVKAR**  
**DIRECTOR**  
**DIN: 00150776**

**AMJAD ADAM ARBANI**  
**DIRECTOR**  
**DIN: 02718019**

**Date: 07<sup>th</sup> September, 2023**  
**Place: Mumbai**

## ANNEXURE – “D”

### Format for the Annual Report on CSR Activities to be Included in the Board's Report For Financial Year Commencing on or After 1st Day of April, 2020

#### 1. Brief outline on CSR Policy of the Company:

Company laid down its focus on the following CSR activities in line with statute governing the CSR and for the benefit of the public:

- Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, differently abled and livelihood enhancement projects.
- Eradicating hunger, poverty and malnutrition, promoting health care including preventive health care and sanitation including contribution to the Swachh Bharat Kosh set-up by the Central Government for the promotion of sanitation and making available safe drinking water.
- Any other CSR activities as per Companies Act, 2013 and approved by the Board from time to time.

#### 2. Composition of CSR Committee: **Not Applicable**

Sl. No.	Name of Director	Designation/ Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: [www.fabtechnologies.com](http://www.fabtechnologies.com)

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report). **Not Applicable**

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Lakh Rs)	Amount required to be set-off for the financial year, if any (in Lakh Rs)
1	FY 2021-22	0.66	Nil
2	FY 2020-21	7.30	Nil
3	<b>Total</b>	7.96	Nil

6. Average net profit of the company as per section 135(5) : 1932.60 lakhs

- 7.
- Two percent of average net profit of the company as per section 135(5): INR 38.65 Lakhs
  - Surplus arising out of the CSR projects or programmes or activities of the previous financial years : Nil
  - Amount required to be set off for the financial year : Nil
  - Total CSR obligation for the financial year (7a+7b-7c) : INR 38.65 Lakhs

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in Lakhs Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Date of transfer.	Date of transfer.	Date of transfer.
40	Nil	Nil	Nil	Nil	Nil

## (b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)		
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration.	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number.
1.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
2.												
	Total											

## (c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
Sl. No.	Name of the Project.	Item from the list of activities in schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (in Lakh Rs.).	Mode of implementation - Direct (Yes/No).	Location of the project.	
				State.	District.			Name.	CSR registration number.
1.	Various welfare for needy and poor people, poor child education and medical cause	(i)	Yes	Maharashtra		40	Yes	Omkar Andh-Apang Samajik Sanstha, Reg No.-Maharashtra/Mumbai/3191/2010-(Public Trust-F-43203)	CSR 00003196
	Total								



# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

- (d) Amount spent in Administrative Overheads: Nil  
 (e) Amount spent on Impact Assessment, if applicable : Nil  
 (f) Total amount spent for the Financial Year (8b+8c+8d+8e) : INR 40 lakhs  
 (g) Excess amount for set off, if any

Sl. No.	Particular	Amount (in Lakhs Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	38.65
(ii)	Total amount spent for the Financial Year	40
(iii)	Excess amount spent for the financial year [(ii)-(i)]	1.35
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	1.35

9. (a) Details of Unspent CSR amount for the preceding three financial years: NA

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
1.	-	-	-	-	-	-	-
2.							
3.							
	Total						

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): NA

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed / Ongoing.
1.	-	-	-	-	-	-	-	-
2.								
3.								
	Total							

# Directors' Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details). NA

- a. Date of creation or acquisition of the capital asset(s): None
- b. Amount of CSR spent for creation or acquisition of capital asset :
- c. Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc :
- d. Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) :

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): NA

## For FABTECH TECHNOLOGIES PRIVATE LIMITED

**HEMANT MOHAN ANAVKAR**  
**DIRECTOR**  
**DIN: 00150776**

**AMJAD ADAM ARBANI**  
**DIRECTOR**  
**DIN: 02718019**

**Date: 07<sup>th</sup> September, 2023**  
**Place: Mumbai**

# Management Discussion & Analysis Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Management Discussion and Analysis Report popularly known as MDAR is the statement straight from the management to their esteemed shareholders giving them visions into the present business conditions of the company and its future prospective. It gives a bird's eye view about the Company's objective, forecasts and onward looking statements. This report is an essential part of the Boards' Report. Aspects on industry structure and growths, opportunities and threats, outlook, risks, internal control systems and their adequacy, material developments in human resources and industrial relations have been covered in this Report.

Company's financial statements are prepared in accordance with the Indian GAPP under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values as per the provisions of the Companies Act, 2013 ("the Act") and guidelines issued by the Securities and Exchange Board of India (SEBI).

## GLOBAL ECONOMY

Post Covid-19 pandemic ('pandemic' hereinafter) in 2020-2021, world economy faced major crisis by witnessing a sudden spurt in the commodity prices. Two years later, the Russia-Ukraine conflict broke out in February 2022, activating a swing in commodity prices and, thus, accelerating existing inflationary pressures. This created an unanticipated burden across all the Central Banks worldwide which eventually coerced them to tighten the monetary policies and control inflation. However, this had an ultimate impact over the increased fund costs to industry. Monetary tightening also drove capital flows to safe-haven US markets, contributed to rising sovereign bond yields, and depreciation of most currencies against the US dollar. The consequent increase in borrowing costs also stressed high levels of public and private debt, threatening the financial system. A simultaneous occurrence of several challenges to growth is perhaps unprecedented. Like the rest of the world, India, too, faced this extraordinary set of challenges but withstood them better than most economies.

Global economic recovery was well on track until the Russia-Ukraine conflict broke out in February 2022. The conflict has now continued for almost a year, disrupting the restoration of the supply chains disrupted earlier by lockdowns and limited trade traffic. In the last eleven months, the world economy has faced almost as many disruptions as caused by the pandemic 4 Economic Survey 2022-23 in two years. The conflict caused the prices of critical commodities such as crude oil, natural gas, fertilisers, and wheat to soar. This strengthened the inflationary pressures that the global economic recovery had triggered, backed by massive fiscal stimuli and ultra-accommodative monetary policies undertaken to limit the output contraction in 2020. Inflation in Advanced Economies (AEs), which accounted for most of the global fiscal expansion and monetary easing, breached historical highs. Rising commodity prices also led to higher inflation in the Emerging Market Economies (EMEs), which otherwise were in the lower inflation zone by virtue of their governments undertaking a calibrated fiscal stimulus to address output contraction in 2020.

## INDIAN ECONOMY

The Indian economy appears to have moved on after its encounter with the pandemic, staging a full recovery in FY22 ahead of many nations and placing itself to ascend to the pre-pandemic growth path in FY23. Yet in the current year, India has also faced the challenge of reining in inflation that the European strife accentuated. Measures taken by the government and RBI, along with the easing of global commodity prices, have finally managed to bring retail inflation below the RBI upper tolerance target in November 2022. However, the challenge of the depreciating rupee, although better performing than most other currencies, persists with the likelihood of further increases in policy rates by the US Fed. The widening of the CAD may also continue as global commodity prices remain elevated and the growth momentum of the Indian economy remains strong.



# Management Discussion & Analysis Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

The loss of export stimulus is further possible as the slowing world growth and trade shrinks the global market size in the second half of the current year. Despite these, agencies worldwide continue to project India as the fastest-growing major economy at 6.5-7.0 per cent in FY23. These optimistic growth forecasts stem in part from the resilience of the Indian economy seen in the rebound of private consumption seamlessly replacing the export stimuli as the leading driver of growth.

India's economic growth in FY23 has been principally led by private consumption and capital formation. It has helped generate employment as seen in the declining urban unemployment rate and in the faster net registration in Employee Provident Fund.

Still, private capex soon needs to take up the leadership role to put job creation on a fast track.

## FINANCIAL PERFORMANCE

During the year under review, the Company earned total revenue of INR. 1,99,81.93 lakhs and the Profit after tax stood at INR 18,72.99 lakhs.

Your directors are please to inform you that at the end of the current Financial Year, total order in hand were INR 596 crores and we are confident to achieve healthy revenue growth in next financial year.

## FINANCIAL SUMMARY

(Amount in INR Lakhs)

Particulars	Standalone		Consolidated	
	2022-23	2021-22	2022-23	2021-22
Total Revenue	1,99,81.93	2,59,53.71	1,99,81.93	2,59,53.71
Total Expenditure	1,74,15.92	2,28,48.32	1,74,15.92	2,28,48.32
Profit/(Loss) before Tax	25,66.01	31,05.39	25,66.01	31,05.39
Current Tax	6,70.00	8,25.00	6,70.00	8,25.00
(Excess) / Short provision for tax relating to prior year	41.19	0.00	41.19	0.00
Deferred Tax	(18.18)	17.38	(18.18)	17.38
Profit/(Loss) after Tax	18,72.99	22,63.01	2245.67	2429.46
Share in profit of associate	-	-	372.68	166.45
Balance carried to Balance Sheet	-	-	2245.67	2429.46
Earning per Equity Share (Face Value: Rs. 10/-)				
Basic	67.23	81.23	80.61	87.21
Diluted	67.23	81.23	80.61	87.21

# Management Discussion & Analysis Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Key Financial Ratios						
Particulars	Numerator	Denominator	As at 30-03-2023	As at 30-03-2022	% variance	
a	Current ratio (times)	Current assets	Current liabilities	1.52	1.51	1%
b	Debt-equity ratio (times)	Total debt (current + non-current)	Shareholders equity	0.40	0.29	40%
c	Debt service coverage ratio (times)	Earning available for debt service	Debt service	0.60	1.26	-53%
d	Return on equity ratio (%)	Profit after tax	Average shareholders equity	24.55%	40.70%	-40%
e	Trade receivables turnover ratio (in days)	Revenue from operations (Other than export incentives)	Average trade receivables	183	95	93%
f	Trade payables turnover ratio (in days)	Purchases + project erection and commissioning + freight & forwarding expenses	Average trade payables	149	81	83%
g	Inventory turnover ratio (in days)	Purchases of stock-in-trade + changes in inventories of stock-in-trade	Average inventory	47	18	163%
h	Net capital turnover ratio (in days)	Revenue from operations	Average working capital	119	72	65%
i	Net profit ratio (%)	Net profit	Revenue from operations	9.66%	8.80%	10%
j	Return on capital employed (%)	Earning before interest and taxes	Average capital employed	27.26%	47.14%	-42%
k	Return on investment (%)	Interest income + net gain on sale of investments + net fair value gain	Weighted average of FD & Mutual Funds investments	6.92%	5.13%	35%

## Opportunities & Threats

Opportunities	Threats
Export opportunities to neighboring countries	Various risks faced by Pharma industry
Modernized manufacturing units	
Product Diversification	Time taken by the executives to comply with new rules and regulations
Optimizing production cost	Extended credit facility provided to international and overseas clients
Trained / skilled manpower at competitive wage level	
Presence in global market	Reduction in overall business due to varied market factors

# Management Discussion & Analysis Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY

The Company has strong and adequate internal control system suitable to its size and nature of business. We constantly advance our systems for incremental improvements. The systems guarantee protection of assets and proper recording of communications. Internal audit is carried out by an independent chartered accountants' firm on regular basis. It is a regular practice to review the issues raised by Internal Auditors and statutory auditors.

## HUMAN RESOURCE

The Company continues its emphasis on improvement of human resources. The Company is a firm believer that its employees are its asset and the Company therefore admires individual rights and self-esteem of all its employees. The association of the management with employees during the year continued to be pleasant. Learning and development has been strengthened to bring value addition in the employee and to enhance team building leading towards success. The Company focuses on providing the employees, employee - friendly environment and culture and career growth opportunities.

For enhancing employee growth, the Company believes in-

1. Improving organizational communication
2. Developing an effective training program
3. Providing more regular feedback to employees
4. Building a company cultural vision
5. Using available technology
6. Taking advantage of data

## FOREX RISK MANAGEMENT

Since the company has major export business, it is constantly exposed to ever changing foreign market policies and risk involved there in. To overcome such unforeseen risks, the Company has an inline Foreign Risk Management Policy. This helps in constantly monitoring the foreign currency risk involved in every export transaction.

## CAUTIONARY NOTE

Statement in the Management Discussion and Analysis and Directors Report describing the Companies strengths, objectives and strategies are forward looking and liberal within the meaning of all appropriate laws and regulation. Definite results may vary depending upon the various facets of the economic such as government policies, rules and regulations, economic conditions and other secondary factors.

Significant factors that could make a difference to our Company's processes include raw material accessibility and prices, recurring demand and pricing in our principal markets, changes in government guidelines, tax regimes, economic developments within India and outside the countries in which we conduct business and other incidental factors. Management will not be in any way responsible for the actions taken based on such statements.



# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Independent Auditor's Report

To The Members of Fabtech Technologies Private Limited

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

#### OPINION:

We have audited the accompanying standalone financial statements of Fabtech Technologies Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2023, and the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("Accounting Standards") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2023, its profit and its cash flows for the year ended on that date.

#### BASIS FOR OPINION:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 independence 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial

statements.

#### INFORMATION OTHER THAN THE STANDALONE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON:

- The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's Report but does not include the consolidated financial statements, standalone financial statements, and our auditor's report 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 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.

#### MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS:

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the Accounting Standards 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 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

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

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 standalone financial statements 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.

The Board of Directors are 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 controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 financial statements may be influenced. We consider quantitative materiality and qualitative factors in:

(i) planning the scope of our audit work and in evaluating the results of our work; and

(ii) to evaluate the effect of any identified misstatements in the Standalone financial statements.

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

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

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

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:

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

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial

controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, being Private Limited Company Section 197(16) is not applicable.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i) The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.

ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii) There have been no amounts required to be transferred, to the Investor Education and Protection Fund by the company.

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

(b) 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 received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the



# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

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

(c) Based on the audit procedures adopted by us, nothing has come to our notice that has caused us to believe that the representations made by the Management under sub clause (a) and (b) above, contain any material misstatement.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the 'Annexure B', a statement on the matters specified in the Order, to the extent applicable.

3. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

**Place: Mumbai**

Date: 7<sup>th</sup> September, 2023

For Ajmera & Ajmera  
Chartered Accountants  
F.R.No.018796C

Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN: 23166931BGUWHK5133

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

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Fabtech Technologies Private Limited of even date)

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

We have audited the internal financial controls over financial reporting of Fabtech Technologies Private Limited ("the Company") as of March 31<sup>st</sup>, 2023 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 Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

## AUDITOR'S RESPONSIBILITY:

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

## MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are

being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

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

## OPINION:

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31<sup>st</sup>, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**Place: Mumbai**

Date: 7<sup>th</sup> September, 2023

For Ajmera & Ajmera  
Chartered Accountants  
F.R.No.018796C

Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN: 23166931BGUWHK5133

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

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

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Fabtech Technologies Private Limited of even date)

i.(a) A. In respect of the Company's Plant Property and Equipment:

The Company has maintained proper records showing full particulars, including quantitative details and situation of Plant Property and Equipment.

B. In respect of the Company's Intangible Assets:

The Company has maintained proper records showing full particulars of intangible assets.

i(b) Property, Plant and Equipment have been physically verified by the management at reasonable intervals during the year and no material discrepancies were identified on such verification.

i(c) According to the information and explanations given to us, there are no immovable properties in the name of the Company, and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.

i(d) According to the information and explanations

given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and its intangible assets. Accordingly, the requirements under paragraph 3(i)(d) of the Order are not applicable to the Company.

i(e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder. Accordingly, the provisions stated in paragraph 3(i) (e) of the Order are not applicable to the Company.

ii(a). As explained to us, the inventory has been physically verified during the year by the management. As per information provided to us, the frequency of verification, coverage and procedure of such verification is reasonable and appropriate. No material discrepancies were noticed on such verification.

ii(b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/ financial institutions on the basis of security of current assets. Quarterly returns / statements filed with such Banks/ financial institutions are in agreement with the books of account for the Month of March 2023 except as below:

Name of Bank	Aggregate Working Capital Limits	Nature of Current Asset and Security Offered	Amount as per Stock Statement Disclosed (Rs. In Lakhs)	Amount as per Books of Accounts (Rs in Lakhs)	Difference (Rs. In Lakhs)	Reasons for Difference
RBL Bank	Fund Based Facility Rs 2400 Lakhs and Non-Fund Based Facility of Rs. 2500 Lakhs	Debtors	10,410.95 Lakhs	10,366.92 Lakhs	44.03 Lakhs	As informed by the management the reason for difference is on account of reinstatement of foreign receivables as on 31 <sup>st</sup> March 2023 in compliance with the accounting standards.
RBL Bank	Fund Based Facility Rs 2400 Lakhs and Non-Fund Based Facility of Rs. 2500 Lakhs	Stock	1691.38 Lakhs	1723.53 Lakhs	32.15 Lakhs	As informed by the management goods received note is accounted in the books of accounts subsequent to the submission of the stock statement to the lender bank.

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Name of Bank	Aggregate Working Capital Limits	Nature of Current Asset and Security Offered	Amount as per Stock Statement Disclosed (Rs. In Lakhs)	Amount as per Books of Accounts (Rs in Lakhs)	Difference (Rs. In Lakhs)	Reasons for Difference
Axis Bank	Fund Based Facility Rs. 2000 Lakhs and Non Fund based Facility Rs. 2275 Lakhs	Debtors	10,410.95 Lakhs	10,366.92 Lakhs	44.03 Lakhs	As informed by the management the reason for difference is on account of reinstatement of foreign receivables as on 31 <sup>st</sup> March 2023 in compliance with the accounting standards.
Axis Bank	Fund Based Facility Rs. 2000 Lakhs and Non-Fund based Facility Rs. 2275 Lakhs	Debtors	1691.38 Lakhs	1723.53 Lakhs	32.15 Lakhs	As informed by the management goods received note is accounted in the books of accounts subsequent to the submission of the stock statement to the lender bank.

(iii)(a) According to the information explanation provided to us, The Company has made the Investments as per Note No. 13 of Notes to Financial Statements. The Company has given a guarantee on behalf of other entity. The company has given the loan during the financial year. The details of such guarantees to parties other than subsidiary, joint ventures and associates are as follows:

	Guarantees	Security	Loans	Advances
Aggregate amount granted/provided during the year				
- Others	Rs. 16 crore (2 Companies)	Nil	Rs 5.84 crore	Nil
- Others (Employees)	Nil	Nil	Rs 0.29 crore	Nil
Balance Outstanding as at balance sheet date in respect of above cases	Since it is corporate Guarantee which is disclosed by way of contingent liability in note 31 in note to financial statements.	Nil	Balance Outstanding Rs. 5.84 Crore. Since it is the loan to the related party (Fabtech Technologies International Limited) which is disclosed by way of Note No 15 in note to financial statements.	Not Applicable
- Others				

(iii)(b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions in relation to investments made, guarantees provided, securities given and / or grant of all loans and advances in the nature of loans and guarantees are not prejudicial to the interest of the Company.

(iii)(c) In case of the loans and advances in the nature of loan to related parties, schedule of repayment of principal and payment of interest have been stipulated within the period of three years from year of loan given an interest is provided on yearly basis and the borrowers have been regular in the payment of the principal and interest. In respect of the loan to employees, schedule of repayment of principal and interest have been stipulated and the borrowers have been regular in the payment of the principal and interest.



# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

(iii)(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the details of amount overdue for more than ninety days are as follows:

No. of Cases	Principal amount overdue	Interest overdue	Total overdue	Remarks (specify whether reasonable steps have been taken by the Company for recovery of principal amount and interest)
1.	5.74 crores	0.10 crore	5.84 crores	As per the board resolution passed by the company the repayment of the principal amount is stipulated within three years of loan given & interest will be charged not less than government security rates as prescribed under the Companies Act, 2013 and payment of interest is calculated and payable on yearly basis.

(iii)(e) According to the information explanation provided to us, the loan or advance in the nature of loan granted has not fallen due during the year. Hence, the requirements under paragraph 3(iii) (e) of the Order are not applicable to the Company.

(iii)(f) According to the information explanation provided to us, the Company has granted loans/advances in the nature of loans to related parties which is repayable in three years.

(iv) In our opinion and according to the information and explanations given to us, the Company has not either directly or indirectly, granted any loan to any of its directors or to any other person in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments through more than two layers of investment companies in accordance with the provisions of section 186 of the Act. Accordingly, provisions stated in paragraph 3(iv) of the Order are 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 from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the rules framed there under. Accordingly, provisions stated in paragraph 3(v) of the Order are not applicable to the Company.

(vi) According to the information and explanations given to us company is primarily in turnkey projects export business and hence the company are not required to

be maintained the cost records as per Companies (Cost Records and audit) Rules 2014, as amended prescribed by central government sub section (1) of section 148 of the Companies Act, 2013. Further, cost audit is not applicable to the company.

(vii) According to the information and explanations given to us:

(a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.

(b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.

(c) There were no dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2023 on account of dispute.

(viii) According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Tax Assessment of the Company. Also, there are no previously unrecorded income which has been now recorded in the books of account. Hence, the provision

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

stated in paragraph 3(viii) of the Order is not applicable to the Company.

(ix)(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender.

(ix)(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(ix)(c) In our opinion and according to the information explanation provided to us, money raised by way of term loans during the year have been applied for the purpose for which they were raised.

(ix)(d) In our opinion, according to the information explanation provided to us, there are no funds raised on short term basis. Accordingly, the provision stated in paragraph 3(ix)(d) of the Order is not applicable to the Company.

(ix)(e) According to the information explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the company has not taken any funds from an any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(ix)(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its securities, joint ventures or associate companies.

(x)(a) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated in paragraph 3 (x)(a) of the Order are not applicable to the Company.

(x)(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 made any preferential allotment or private placement of shares or fully, partly or optionally convertible debentures during

the year. Accordingly, the provisions stated in paragraph 3 (x)(b) of the Order are not applicable to the Company.

(xi)(a) During the course of our audit, examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company nor on the Company.

(xi)(b) We have not come across of any instance of fraud by the Company or on the Company during the course of audit of the standalone financial statement for the year ended March 31, 2023, accordingly the provisions stated in paragraph (xi)(b) of the Order is not applicable to the Company and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

(xi)(c) As represented to us by the management, there are no whistle-blower complaints received by the Company during the year. Accordingly, the provisions stated in paragraph (xi)(c) of the Order is not applicable to company.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, the provisions stated in paragraph 3(xii) (a) to (c) of the Order are not applicable to the Company.

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

(xiv) (a) The company has an effective internal audit system which is in house, and functions on a continual basis. The Internal audit system commensurate with the size and nature of its business.

# Standalone Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

(b) The reports of the Internal Auditor for the period under audit have been considered by us.

(xv) According to the information and explanations given to us, in our opinion during the year the Company has not entered into non-cash transactions with directors or persons connected with its directors and hence, provisions of section 192 of the Act are not applicable to company. Accordingly, the provisions stated in paragraph 3(xv) of the Order are not applicable to the Company.

(xvi) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions stated in paragraph clause 3 (xvi)(a) to (d) of the Order are not applicable to the Company.

(xvii) Based on the overall review of standalone financial statements, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Hence, the provisions stated in paragraph clause 3 (xvii) of the Order are not applicable to the Company.

(xviii) There has been no resignation of the statutory auditors during the year. Hence, the provisions stated in paragraph clause 3 (xviii) of the Order are not applicable to the Company.

(xix) According to the information and explanations given to us and based on our examination of financial ratios (Also refer note no 53 to the Financial Statements ), ageing and expected date of realisation of financial assets and payment of liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of audit report and the Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) According to the information and explanations given to us, the provisions of section 135 of the Act are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred

either to a Fund or to a Special Account as per the provisions of section 135 of the act read with schedule VII Accordingly, reporting under clause 3(xx)(a) and clause 3(xx)(b) of the Order is not applicable to the Company. Kindly refer note no 40 to financial statements.

(xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in the report.

**Place: Mumbai**

Date: 7<sup>th</sup> September, 2023

For Ajmera & Ajmera  
Chartered Accountants  
F.R.No.018796C

Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN: 23166931BGUWHK5133

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Balance Sheet as at 31st March, 2023

₹ in Lakhs

	Note	As at 31-03-2023	As at 31-03-2022
	No.	₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	278.59	278.59
(b) Share Suspense Account	4	-	-
(c) Reserves and surplus	5	8,286.73	6,413.73
		<b>8,565.32</b>	<b>6,692.32</b>
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	6	86.47	110.55
(b) Deferred tax liabilities (net)	14	-	5.64
(c) Long-term provisions	7	155.37	163.92
		<b>241.84</b>	<b>280.11</b>
<b>3 Current liabilities</b>			
(a) Short-term borrowings	8	3,342.24	1,786.84
(b) Trade payables	9		
i) Dues of micro & small enterprises		465.24	353.64
ii) Dues of creditors other than micro & small enterprises		4,934.39	4,729.41
(c) Other current liabilities	10	3,313.24	2,720.97
(d) Short-term provisions	11	76.98	311.61
		<b>12,132.10</b>	<b>9,902.48</b>
<b>TOTAL</b>		<b>20,939.25</b>	<b>16,874.91</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, plant and equipments and intangible assets			
(i) Property, plant and equipments	12(a)	242.49	277.50
(ii) Intangible assets	12(b)	7.47	-
(iii) Capital work-in-progress	12(c)	-	-
(iv) Intangible assets under development	12(d)	-	-
(b) Non-current investments	13	1,352.50	1,352.50
(c) Deferred tax asset (net)	14	12.53	-
(d) Long-term loans and advances	15	883.71	270.05
		<b>2,498.71</b>	<b>1,900.05</b>
<b>2 Current assets</b>			
(a) Current Investment	16	5.06	5.49
(b) Inventories	17	1,723.53	650.58
(c) Trade receivables	18	10,366.92	8,694.93
(d) Cash and bank balances	19	2,376.58	2,486.15
(e) Short-term loans and advances	20	3,913.29	3,096.41
(f) Other current assets	21	55.16	41.31
		<b>18,440.54</b>	<b>14,974.86</b>
<b>TOTAL</b>		<b>20,939.25</b>	<b>16,874.91</b>
See accompanying notes forming part of the financial statements	1 to 56		

In terms of our report attached.

**For Ajmera & Ajmera**  
Chartered Accountants  
Firm Regn. No. : 0018796C

**Sourabh Ajmera**  
Partner  
(Membership No. 166931)  
UDIN : 23166931BGUWHK5133

Place : Mumbai  
Date: September 07, 2023

**For and on behalf of the Board of Directors**

**Amjad Adam Arbani**  
Director  
DIN 02718019

**Hemant Mohan Anavkar**  
Director  
DIN 00150776

Place : Mumbai  
Date: September 07, 2023



# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Statement of Profit and Loss for the period ended 31st March, 2023

		₹ in Lakhs		
	Note	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022	
	No	₹	₹	
<b>Income</b>				
1	Revenue from operations (gross)	22	19,379.76	25,717.94
2	Other income	23	602.17	235.77
3	<b>Total income (1+2)</b>		<b>19,981.93</b>	<b>25,953.71</b>
<b>Expenses</b>				
	Purchases of stock-in-trade	24	10,237.42	13,593.08
	Changes in inventories of stock-in-trade	25	(1,072.95)	39.82
	Employee benefits expense	26	1,931.34	1,790.61
	Finance costs	27	248.66	179.47
	Depreciation and amortisation expense	28	59.91	60.03
	Operating expenses	29	1,802.88	1,923.45
	Selling, General and Administrative expense	30	4,208.66	5,261.86
4	<b>Total expenses</b>		<b>17,415.92</b>	<b>22,848.32</b>
5	<b>Profit before tax</b>		<b>2,566.01</b>	<b>3,105.38</b>
<b>6 Tax expense</b>				
	(a) Current tax expense for current year		670.00	825.00
	(b) (Excess) / Short provision for tax relating to prior year		41.19	-
			<b>711.19</b>	<b>825.00</b>
	(c) Deferred Tax Credit		(18.18)	17.38
			<b>693.01</b>	<b>842.38</b>
7	<b>Profit for the year after tax carried to Balance Sheet</b>		<b>1,872.99</b>	<b>2,263.01</b>
<b>Earnings per share:</b>				
	Basic & Diluted	36	67.23	81.23
	Face Value Per Share		10	10
	<b>See accompanying notes forming part of the financial statements</b>	<b>1 to 56</b>		

In terms of our report attached.

For Ajmera & Ajmera

Chartered Accountants

Firm Regn. No. : 0018796C

Sourabh Ajmera

Partner

(Membership No. 166931)

UDIN : 23166931BGUWHK5133

For and on behalf of the Board of Directors

Amjad Adam Arbani

Director

DIN 02718019

Hemant Mohan Anavkar

Director

DIN 00150776

Place : Mumbai

Date: September 07, 2023

Place : Mumbai

Date: September 07, 2023

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## Cash Flow Statement for the year ended 31st March, 2023

### A. Cash flows from operating activities

	For the Year Ended 31-03-2023		For the Year Ended 31-03-2022	
	₹	₹	₹	₹
Profit before tax		2,566.01		3,105.38
<b>Adjustments for:</b>				
Depreciation and amortisation expense	59.91		60.03	
Unrealised foreign exchange (gain)/ loss, net	(1.04)		(153.88)	
Trade receivables, deposits & trade payables written off/ back	(34.88)		-	
Finance costs	248.66		179.47	
Interest income on bank deposits	(114.84)		(75.21)	
Net (Profit)/ Loss on sale of fixed assets	-		(18.31)	
Net (Gain)/ Loss on sale/ valuation of investments	-		(0.69)	
		157.82		(8.58)
<b>Operating profit before working capital changes</b>		<b>2,723.82</b>		<b>3,096.80</b>

### Changes in working capital:

#### Adjustments for (increase) / decrease in operating assets :

Inventories	(1,072.95)		39.82	
Trade receivables	(1,671.99)		(4,213.58)	
Short-term loans and advances	(513.49)		18.03	
Other current assets	(13.86)		3.37	

#### Adjustments for (decrease) / increase in operating liabilities :

Trade payables	351.46		2,447.46	
Other current liabilities	592.27		(1,452.23)	
Short-term provisions	43.89		0.00	
Long-term provisions	(8.55)		(29.47)	
		(2,293.21)		(3,186.60)

### Cash generated from operations

		<b>430.61</b>		<b>(89.80)</b>
Net income tax paid		(1,022.01)		(381.08)

### Net cash flows from operating activities

		<b>(591.40)</b>		<b>(470.88)</b>
--	--	-----------------	--	-----------------

### B. Cash flows from investing activities

Capital expenditure on fixed assets including capital advances	(32.37)		(205.19)	
Purchase of investments - mutual fund	0.43		184.31	
Purchase of investments - CCD	-		(1,012.50)	
Proceeds from sale of fixed assets	-		63.29	
Interest received	114.84		75.21	
Gain/ (Loss) on investments	-		0.69	
Loans and advances to employees	76.37		(109.68)	
Loans and advances to related parties	(550.37)		(23.57)	
Security deposits (made)/ refund received	(70.48)		9.54	
Proceeds from government authorities	(340.28)		37.15	
Fixed deposit with banks matured/ (placed)	(191.52)		62.78	
		<b>(993.38)</b>		<b>(917.98)</b>

### Net cash from / (used in) investing activities

		<b>(993.38)</b>		<b>(917.98)</b>
--	--	-----------------	--	-----------------

### C. Cash flows from financing activities

Proceeds/ (repayment) of short term borrowings, net	1,555.40		920.72	
Net decrease in vehicle loan	(24.08)		88.65	
Effect of exchange rate changes	1.04		153.88	
Finance costs	(248.66)		(179.47)	
		<b>1,283.70</b>		<b>983.77</b>

### Net cash (used in) / from financing activities

		<b>(301.08)</b>		<b>(405.09)</b>
--	--	-----------------	--	-----------------

### Net increase in cash and cash equivalents (A+B+C)

Cash and cash equivalents (opening balance)		966.10		1,371.18
<b>Cash and cash equivalents (closing balance)</b>		<b>665.01</b>		<b>966.10</b>

#### Notes to cash flow statement:

- Fixed deposits with banks with maturity period of more than three months are grouped in investing activities and not included in cash and cash equivalents.
- Cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard (AS 3) "Cash Flow Statement".
- Previous Years figures have been regrouped / rearranged wherever necessary to correspond with the figures of the current year.
- Current Year figures have been adjusted as per the Scheme of Arrangement of the company.

In terms of our report attached.

For Ajmera & Ajmera

Chartered Accountants

Firm Regn. No. : 0018796C

Sourabh Ajmera

Partner

(Membership No. 166931)

UDIN : 23166931BGUWHK5133

Place : Mumbai

Date: September 07, 2023

For and on behalf of the Board of Directors

Amjad Adam Arbani

Director

DIN 02718019

Place : Mumbai

Date: September 07, 2023

Hemant Mohan Anavkar

Director

DIN 00150776

Place : Mumbai

Date: September 07, 2023

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Notes forming part of the financial statements for the period ended 31st March, 2023

### 1 Corporate Information:

Fabtech Technologies Private Limited ("the Company") is a Private Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 2013. The registered office of the Company is located at 715, Janki Centre, Off. Veera Desai Road, Andheri West Mumbai, Maharashtra India. Fabtech Technologies Private Limited is engaged in the business of providing turnkey projects solution to pharmaceuticals and allied industries by way of supplying pharmaceutical machineries/ equipment, in house designing and engineering and to undertake other activities required in various pharmaceutical turnkey projects.

With effect from 27th January 2021, the name of the Company was changed from **Globeroute Ventures Private Limited** to **Fabtech Technologies Private Limited**.

### 2 Significant accounting policies:

#### (i) Basis of accounting:

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

#### (ii) Use of estimates:

The presentation of the financial statements in conformity with the Indian GAAP requires the Management to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. The Management believes that the estimates used in preparation of Financial Statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and estimates are recognised in the period in which the results are known / materialise.

#### (iii) Revenue recognition:

Revenue from sales is recognised when the significant risks and rewards of ownership of the goods are transferred to the customers. Sales are net of sales returns and trade discounts. Installation and commissioning income is recognised when the service is rendered. Interest income is recognised on a time proportion basis. Dividend income is accounted when the right to receive the same is established.

Revenue from construction activities is recognised only to the extent of cost incurred till such time the outcome of the job cannot be ascertained reliably. When the outcome of the contract is ascertained reliably, contract revenue is recognised at cost of work performed on the contract plus proportionate margin, using the percentage of completion method. Percentage completion is the proportion of cost of work performed to-date, to the total of estimated contract amounts included in the financial statements, which relate to recoverable costs & accrued margins, if any, not yet billed on contracts are classified as "Unbilled Revenue."

#### (iv) Export Incentive:

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

#### (v) Property, plant & equipment and depreciation:

All Property, plant & equipment are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on property, plant & equipment has been provided using the straight line method in the manner and at the rates prescribed by Schedule II of the Act. Depreciation on addition/deletion of Property, plant & equipment made during the year is provided on pro-rata basis from / upto the date of each addition / deletion.

Individual assets costing less than Rs 5,000 are depreciated fully in the year of purchase.

Intangible assets are amortised over their estimated useful life using the straight line method in the manner and at the rates prescribed by Schedule II of the Act.

#### (vi) Capital work-in-progress:

Projects under which tangible assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest (if any).

#### (vii) Borrowing costs:

Borrowing costs that are directly attributable to the acquisition of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

#### (viii) Impairment:

The carrying amount of fixed assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. Impairment loss is provided to the extent the carrying amount of such assets exceed their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal.

#### (ix) Investments:

Long term investments are stated at cost and provision for diminution in value is made to recognise a decline other than temporary. Current investments are stated at fair value.

#### (x) Inventories:

Inventories are valued at the lower of cost and net realisable value.

The cost is determined as follows:

- (a) Raw and packing materials: FIFO method
- (b) Work-in-progress: At material cost absorbed on weighted average cost basis and production overheads
- (c) Finished goods : At material cost absorbed on weighted average cost basis and production overheads.
- (d) Stock-in-trade : FIFO method

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## (xi) Employee benefits:

(I) Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss in the year in which the related service is rendered.

(II) Long term benefits:

### a. Defined Contribution Plan

#### Provident and Family Pension Fund

The eligible employees of the Company are entitled to receive post employment benefits in respect of provident and family pension fund, in which both employees and the Company make monthly contribution at a specified percentage of the employees' eligible salary (currently 12% of employees' eligible salary subject to a minimum contribution of ₹780 per month). The contributions are made to the Regional Provident Fund Commissioner. Provident Fund and Family Pension Fund are classified as Defined contribution plans as the Company has no further obligations beyond making the contribution. The Company's contribution to Defined Contribution Plans are charged to the statement of profit and loss, as incurred.

### b. Defined Benefit Plan

#### Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for gratuity benefits payable in future based on an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

#### Compensated absences

The Company provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment / availment. The liability is provided based on the number of days of unutilised leave at each balance sheet date on the basis of an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

## (xii) Foreign currency transactions and translations:

- (a) Foreign currency transactions are recorded at the exchange rates that approximates the actual rate at the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realisation. Monetary items denominated in foreign currency as at the balance sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and
- (b) The Company holds derivative financial instruments such as foreign exchange forward contracts and option contracts to mitigate the risk of changes in foreign exchange rates on foreign currency assets or liabilities and forecasted cash flows denominated in foreign currencies. The counterparty for these contracts is generally a bank or financial services company. The Company regularly reviews its foreign exchange forward.
- (c) Forward foreign exchange contracts outstanding as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.

## (xiii) Taxation:

Tax expense comprises current and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rate and tax laws enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

## (xiv) Provisions, contingent liabilities and contingent assets:

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are recognised only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Other contingent liabilities are not recognised but are disclosed in the notes to the financial statements.

Contingent assets are not recognised in the financial statements.

## (xv) Lease:

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating lease. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis.

## (xvi) Cash Flow Statement:

Cash flows are reported using the indirect method, where by profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

## (xvii) Earnings per share (EPS):

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

## (xviii) Operating Cycle:

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

3 Share capital	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
<b>Authorised:</b>				
Equity shares of ₹ 10/- each	35,10,000	351.00	35,10,000	351.00
<b>Issued, subscribed and fully paid up:</b>				
Equity shares of ₹ 10/- each	27,85,895	278.59	27,85,895	278.59
<b>TOTAL</b>	<b>27,85,895</b>	<b>278.59</b>	<b>27,85,895</b>	<b>278.59</b>

**a. Reconciliation of number of shares and amount outstanding at the beginning and at the end of reporting period :**

Particulars	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
Shares outstanding at the beginning of the year	27,85,895	278.59	10,000	1.00
Add : Issued during the year pursuant to Scheme of Arrangement	-	-	27,75,895	277.59
<b>Shares outstanding at the end of the year</b>	<b>27,85,895</b>	<b>278.59</b>	<b>27,85,895</b>	<b>278.59</b>

**b. Rights, preferences and restrictions attached to equity shares:**

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders at the ensuing annual general meeting. 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 in the proportion of equity shares held.

**c. Details of equity shares held by each shareholder holding more than 5% equity shares in the Company:**

Equity Shares	As at 31-03-2023		As at 31-03-2022	
	Number of Equity Shares held	% Holding	Number of Equity Shares held	% Holding
Mr. Aasif Khan	16,61,999	59.66%	16,61,999	59.66%
Mr. Aarif Khan	4,15,500	14.91%	4,15,500	14.91%
Mr. Hemant Anavkar	3,46,251	12.43%	3,46,251	12.43%
Mrs. Manisha Anavkar	3,46,250	12.43%	3,46,250	12.43%

**d. Shareholding of promoters**

Sr. Promoter name No.	As at 31-03-2023			As at 31-03-2022		
	No. of Shares held	% of total shares	% change during the year	No. of Shares held	% of total shares	% change during the year
1 Mr. Aasif Khan	16,61,999	59.66%	0.00%	16,61,999	59.66%	100.00%

4 Share Suspense Account	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
Equity shares of ₹ 10/- each	-	-	27,75,895	277.59
Less: Equity Shares to be cancelled pursuant to Scheme of Arrangement	-	-	-	-
Less: Equity Shares Allotment (Allocated to the shareholders of Fabtech Technologies International Limited pursuant to Scheme of Arrangement)*	-	-	27,75,895	277.59
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

\*As explained in note 54, in accordance with the requirements of the Scheme and solely for the purpose of compliance with the accounting treatment specified in the Scheme, the effect for issue and cancellation of shares pursuant to demerger has been given on the appointed date of the Scheme being April 1, 2019 and hence recorded as share suspense as such are pending allotment and cancellation as at March 31, 2021. In accordance with Clause 6 of the Scheme of Arrangement, the equity shares of the company have been allotted to the shareholders of Fabtech Technologies International Limited on July 09, 2021.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

5 Reserves and surplus	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Surplus in Statement of Profit and Loss</b>		
Balance as per last Balance Sheet	6,412.73	4,149.72
Add: Profit for the year	1,872.99	2,263.01
Net surplus in Statement of Profit and Loss	<b>8,285.73</b>	<b>6,412.73</b>
<b>Capital Reserve</b>		
Balance as per last Balance Sheet	1.00	1.00
Closing balance	<b>1.00</b>	<b>1.00</b>
<b>TOTAL</b>	<b>8,286.73</b>	<b>6,413.73</b>

6 Long-term borrowings	₹	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
a. Term loans for vehicles (Secured) (Refer Note below) :		
- from banks	19.06	27.91
- from others	67.41	82.64
<b>TOTAL</b>	<b>86.47</b>	<b>110.55</b>

**Note:**

For Term Loan for Vehicle

Secured by hypothecation of vehicles acquired under said loans

**Terms of repayment :**

Repayable in 36 or 60 monthly equal instalments including interest ranging between 8.00% to 10.95% Instalments falling due in respect of above loans upto 31st March, 2023 have been grouped under "Current maturities of Other current liabilities"

7 Long-term provisions	₹	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Provision for Employee benefits :</b>		
- Compensated absences	63.91	52.41
- Gratuity	91.46	111.51
<b>TOTAL</b>	<b>155.37</b>	<b>163.92</b>

8 Short-term borrowings	₹	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Repayable on demand - from banks (secured):</b>		
Packing credit and cash credits	3,307.03	1,751.63
Current maturities of long-term borrowings - Term loans for vehicles (secured) (Refer Note 6)		
- from banks	11.77	11.77
- from others	23.44	23.44
	35.21	35.21
<b>TOTAL</b>	<b>3,342.24</b>	<b>1,786.84</b>

**Nature of Security- Axis Bank**

- First pari passu charge on entire current assets including stock and receivables (present & future) along with RBL.
- First charge on movable fixed assets of the company both present & future excluding vehicle & other than movable fixed assets exclusively charged to RBL.
- Common collateral for Fabtech Technologies Pvt. Ltd., Fabtech Technologies Cleanrooms Pvt. Ltd. and Fabsafe Technologies Pvt. Ltd. by way of exclusive charge on unit no. 1, 2, 3 plot no. 190/191, GIDC, Umbergaon, Gujarat, 396171 and office premises located at 715, 716, 717 and 718 Janki Centre, Off Veera Desai Road, Andheri (W), Mumbai in the name of Fabtech Turnkey Projects LLP
- Negative lien on the land at Khalapur, Raigad.

**Corporate and Personal Guarantees**

- Personal guarantees of Mr. Aasif Khan, Mr. Hemant Anavkar and Mr. Aarif Khan; and
- Corporate guarantees of Fabtech Technologies International Limited and Fabtech Turnkey Projects LLP (To the extend of value of the property)

**Nature of Security- RBL Bank**

- First pari passu charge on the entire present and future current assets of the company along with the Axis Bank.
- First pari passu charge on the entire movable fixed assets of the company along with the Axis Bank.
- Cross collateralised with Fabtech Technologies Pvt. Ltd. by way of equitable mortgage on office premises located at 303, 402, and 403, Vishakha Arcade, Veera Desai Road, Andheri (W), Mumbai. Measuring total 2200 sq.ft. owned by Fabtech Technologies International Limited.
- Lien on Fixed Deposits (85% of Rs. 4.35 crs)
- Negative lien on Khalapur land along with Axis Bank

**Corporate and Personal Guarantees**

- Personal guarantees of Mr. Aasif Khan, Mr. Hemant Anavkar and Mr. Aarif Khan; and
- Corporate guarantee of Fabtech Technologies International Limited.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 9 Trade payables

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
- Payable to Vendors		
Dues to micro and small enterprises (Refer Note 34)	465.24	353.64
Dues of creditors other than micro & small enterprises	4,934.39	4,729.41
	<b>5,399.63</b>	<b>5,083.05</b>

### Trade payables ageing schedule as on 31st March, 2023

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	292.91	69.43	67.28	35.63	465.24
ii) Others	3,944.28	416.62	441.22	132.29	4,934.39
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>4,237.19</b>	<b>486.05</b>	<b>508.50</b>	<b>167.91</b>	<b>5,399.63</b>

### Trade payables ageing schedule as on 31st March, 2022

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	308.97	30.37	14.30	-	353.64
ii) Others	3,779.93	124.68	797.55	27.25	4,729.42
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>4,088.90</b>	<b>155.04</b>	<b>811.85</b>	<b>27.25</b>	<b>5,083.05</b>

## 10 Other current liabilities

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Interest accrued but not due on borrowings	0.75	0.89
<b>Other payables</b>		
- Statutory remittances	45.09	70.16
- Advances from customers	3,248.37	2,606.39
- Liabilities towards employees	7.62	43.53
- Forward contract payables	11.41	-
<b>TOTAL</b>	<b>3,313.24</b>	<b>2,720.97</b>

## 11 Short-term provisions

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Provision for employee benefits:</b>		
- Compensated absences	19.82	19.82
- Gratuity	57.16	13.27
	76.98	33.09
<b>Other provisions</b>		
Provision for tax [net of advance tax]	-	278.52
<b>TOTAL</b>	<b>76.98</b>	<b>311.61</b>

## 13 Non - current investments

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>(Unquoted, fully paid up, valued at cost)</b>		
<b>Trade:</b>		
<b>(a) Investment in equity shares of 33.33% associate company - (Unquoted) - carried at cost</b>		
TSA Process Equipments Private Limited (456,000 (P.Y. 456,000) Equity Share of ₹ 10/- each, fully paid up)	340.00	340.00
<b>(b) Investment in compulsory convertible debentures - (Unquoted) - carried at cost</b>		
Fabtech Technologies International Limited (Refer note 54) 10,12,500 (P.Y. 10,12,500) compulsory convertible debentures of ₹ 100/- each, fully	1,012.50	1,012.50
<b>TOTAL</b>	<b>1,352.50</b>	<b>1,352.50</b>
Aggregate amount of unquoted investments	1,352.50	1,352.50
Aggregate provision for diminution in value of investment	-	-

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

14 Deferred tax (liability) / asset (net)	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>The balances comprises temporary differences attributable to -</b>		
- Provision for compensated absences and Gratuity	9.06	(7.55)
- Differences in the net carrying amount of property, plant and equipment and intangible assets as per Income Tax and the Companies Act,	3.48	1.91
<b>TOTAL</b>	<b>12.53</b>	<b>(5.64)</b>

15 Long-term loans and advances	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Unsecured, considered good</b>		
Security deposits	166.07	120.84
Loans and advances to related parties	573.94	23.57
Loans and advances to employees	25.87	15.62
Balances with government authorities	-	24.49
Advance income tax [net of provisions]	32.30	-
Deposit under protest	85.53	85.53
<b>TOTAL</b>	<b>883.71</b>	<b>270.05</b>

16 Current investments	As at 31-03-2023		As at 31-03-2022	
	No. of units	₹	No. of units	₹
<b>A Investment in Mutual Funds (At fair value, unless otherwise stated)</b>				
- Aditya Birla Life Money Manager Fund (Growth Direct Plan)	1,837.95	5.06	1,837.95	5.49
		<b>5.06</b>		<b>5.49</b>
Aggregate amount of quoted investments		5.06		5.49
Aggregate market value of quoted investments		5.06		5.49
Aggregate provision for diminution in value of investment		-		-

17 Inventories (At lower of cost and net realisable value)	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Stock-in-trade (Outsourced goods)	1,723.53	650.58
<b>TOTAL</b>	<b>1,723.53</b>	<b>650.58</b>

18 Trade receivables	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Unsecured, considered good</b>		
Trade receivables outstanding for a period exceeding six months from the date of invoice (Including foreign debtors and retention money)	5,046.40	3,057.50
Other trade receivables (Including foreign debtors and retention money)	5,320.52	5,637.43
<b>TOTAL</b>	<b>10,366.92</b>	<b>8,694.93</b>

#### Trade receivables ageing schedule as on 31st March, 2023

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	5,320.52	819.22	1,392.39	215.77	2,619.03	10,366.92
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	-	-
ii) Considered doubtful	-	-	-	-	-	-
	<b>5,320.52</b>	<b>819.22</b>	<b>1,392.39</b>	<b>215.77</b>	<b>2,619.03</b>	<b>10,366.92</b>

#### Trade receivables ageing schedule as on 31st March, 2022

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	5,637.43	415.05	421.94	1,511.11	709.39	8,694.93
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	-	-
ii) Considered doubtful	-	-	-	-	-	-
	<b>5,637.43</b>	<b>415.05</b>	<b>421.94</b>	<b>1,511.11</b>	<b>709.39</b>	<b>8,694.93</b>



# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

19 Cash and bank balances	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>(a) Balances that meet the definition</b>		
Cash on hand	29.95	30.25
Balances with banks		
In current accounts	604.34	901.98
In fixed deposit (Less than 3 months)	30.72	33.87
<b>Total Cash and Cash equivalents as per AS 3 - Cash Flow Statements</b>	<b>665.01</b>	<b>966.10</b>
<b>Other Bank Balances</b>		
In deposit accounts with original maturity of less than 3 months	387.93	89.76
In deposit accounts with original maturity of more than 12 months	1,135.72	677.64
In deposit accounts with original maturity of more than 3 months but not greater than 12 months	187.91	752.65
<b>Total Other Bank Balance</b>	<b>1,711.57</b>	<b>1,520.05</b>
<b>TOTAL</b>	<b>2,376.58</b>	<b>2,486.15</b>

Fixed deposit balances include Rs. 998.60 lakhs (P.Y. Rs. 1,075.05 lakhs) marked under line against bank guarantees, letters of credit, corporate cards and working capital facilities.

20 Short-term loans and advances	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>Unsecured, considered good</b>		
Security deposits	71.45	46.21
Loans and advances to employees	85.62	172.24
Prepaid expenses	5.39	47.11
Balances with government authorities	1,253.87	991.39
Export incentives receivables	553.31	451.03
Advances for supply of goods and services	1,943.64	1,388.43
<b>TOTAL</b>	<b>3,913.29</b>	<b>3,096.41</b>

21 Other current assets	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Interest accrued on bank deposits	8.26	8.21
Forward contract payables	-	12.53
Other current assets	46.90	20.57
<b>TOTAL</b>	<b>55.16</b>	<b>41.31</b>

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 12 Property, plant and equipments and intangible assets

Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at	Additions	Deletions	As at	As at	For the Year	Deletions	As at	As at	As at
	1st April, 2022			31st March, 2023	1st April, 2022			31st March, 2023	31st March, 2023	31st March, 2022
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
<b>(a) Property, plant and equipments</b>										
Office Equipment	40.76 (39.47)	4.35 (1.29)	- (-)	45.11 (40.76)	37.10 (34.79)	0.90 (2.32)	- (-)	38.01 (37.10)	7.10	3.65
Computers	176.87 (157.88)	20.54 (18.98)	- (-)	197.41 (176.87)	147.81 (137.65)	13.52 (10.16)	- (-)	161.33 (147.81)	36.08	29.06
Furniture and Fixtures	87.02 (87.02)	- (-)	- (-)	87.02 (87.02)	51.45 (44.47)	6.87 (6.98)	- (-)	58.32 (51.45)	28.70	35.57
Vehicles	288.59 (252.43)	- (184.92)	- (148.76)	288.59 (288.59)	79.38 (142.59)	38.61 (40.57)	- (103.78)	117.99 (79.38)	170.61	209.21
<b>TOTAL</b>	<b>593.24</b>	<b>24.89</b>	<b>-</b>	<b>618.13</b>	<b>315.74</b>	<b>59.90</b>	<b>-</b>	<b>375.64</b>	<b>242.49</b>	<b>277.50</b>
Previous Year	(536.81)	(205.19)	(148.76)	(593.24)	(359.50)	(60.03)	(103.78)	(315.74)		
<b>(b) Intangible assets (Other than internally generated)</b>										
Computer Software	23.30 (23.30)	7.47 (-)	- (-)	30.77 (23.30)	23.30 (23.30)	0.00 (-)	- (-)	23.30 (23.30)	7.47	-
<b>TOTAL</b>	<b>23.30</b>	<b>7.47</b>	<b>-</b>	<b>30.77</b>	<b>23.30</b>	<b>0.00</b>	<b>-</b>	<b>23.30</b>	<b>7.47</b>	<b>-</b>
Previous Year	(23.30)	(-)	(-)	(30.77)	(23.30)	(-)	(-)	(23.30)		
<b>(c) Capital work-in-progress</b>										
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Previous Year	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)		
<b>(d) Intangible assets under development</b>										
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Previous Year	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)		

i) There is no immovable properties in the name of the company.

l) Figures in brackets are the corresponding figures in respect of the previous year ended March 31, 2022.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 22 Revenue from operations (Gross)

Sale of products  
Sale of services - Installation and commissioning services

### Other operating revenues

Export incentives

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	18,525.64	24,516.03
	507.77	837.04
	346.34	364.87
<b>TOTAL</b>	<b>19,379.76</b>	<b>25,717.94</b>

## 23 Other income

Interest income on bank deposits  
Profit on disposal of fixed asset (net)  
Insurance claim  
Exchange rate fluctuations (net)  
Net balances written back  
Net gain on liquid mutual fund  
Net gain on derivative contracts  
Miscellaneous income

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	114.84	75.21
	-	18.31
	0.39	-
	444.21	135.14
	34.88	-
	-	0.69
	7.53	-
	0.31	6.43
<b>TOTAL</b>	<b>602.17</b>	<b>235.77</b>

## 24 Purchases of stock-in-trade

Purchase of outsourced goods

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	10,237.42	13,593.08
<b>TOTAL</b>	<b>10,237.42</b>	<b>13,593.08</b>

## Details of purchase of stock-in-trade

Modular partition and doors  
Isolators and process equipments  
Cleanroom equipments  
Water purification systems  
Air handling units  
Mechanical, electrical and plumbing, HVAC and other critical machineries

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,031.95	2,750.14
	1,240.37	1,178.37
	493.16	514.54
	1,548.93	1,049.96
	755.25	663.39
	5,167.75	7,436.68
	10,237.42	13,593.08

## 25 Changes in inventories of stock-in-trade

### (a) Inventories at the end of the year:

Stock-in-trade

### (b) Inventories at the beginning of the year:

Stock-in-trade

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,723.53	650.58
	1,723.53	650.58
	650.58	690.40
	650.58	690.40
<b>Net decrease (b) - (a)</b>	<b>(1,072.95)</b>	<b>39.82</b>

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 26 Employee benefits expense

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Salaries and wages	1,796.20	1,692.42
Contribution to provident fund and other funds	50.51	46.36
Gratuity	46.39	17.93
Staff welfare expenses	38.24	33.90
<b>TOTAL</b>	<b>1,931.34</b>	<b>1,790.61</b>

## 27 Finance costs

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
<b>Interest expense on:</b>		
- Borrowings	140.60	97.50
- Trade payables	46.44	8.50
- Delayed / deferred payment of taxes	7.14	38.79
<b>Other borrowing costs</b>		
- Loan processing and commitment charges	54.48	34.67
<b>TOTAL</b>	<b>248.66</b>	<b>179.47</b>

## 28 Depreciation and amortisation expenses

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Depreciation of property, plant & equipment	59.90	60.03
Amortisation of other intangible assets	0.00	-
<b>TOTAL</b>	<b>59.91</b>	<b>60.03</b>

## 29 Operating expenses

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Project erection and commissioning expenses	1,788.78	1,914.92
Power and fuel	14.10	8.53
<b>TOTAL</b>	<b>1,802.88</b>	<b>1,923.45</b>

## 30 Selling, General and Administrative expenses

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Freight and forwarding	802.54	1,819.13
Rent including lease rentals and equipment hire charges	161.56	139.64
Repairs and maintenance - Office and equipments	12.47	2.27
Repairs and maintenance - Others	20.78	30.02
Insurance	26.78	20.58
Rates and taxes	88.55	149.26
Communication	22.96	19.15
Travelling and conveyance	499.69	544.79
Printing and stationery	14.05	8.93
Bank charges	241.19	114.62
Postage and courier	12.33	16.23
Business promotion and sales commission	1,929.33	1,172.88
Donations	21.31	12.72
Expense for CSR (Refer note 40)	40.00	18.61
Legal and professional charges (Refer note below)	302.77	343.71
Net balances written off	-	827.63
Net loss on liquid mutual fund	0.43	-
Net loss on derivative contracts	-	0.87
Miscellaneous expenses	11.90	20.82
<b>TOTAL</b>	<b>4,208.66</b>	<b>5,261.86</b>

### Legal and professional charges includes payments to statutory auditors (net of GST):

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
a) Statutory Audit	3.30	3.30
b) Tax Audit	1.30	1.30
c) GST Audit	1.00	1.00
d) for certificate and tax consultancy	2.87	0.86
<b>TOTAL</b>	<b>8.47</b>	<b>6.46</b>



# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 31 Contingent liabilities and commitments (to the extent not provided for)

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
I) Contingent liabilities		
(a) Claims against the Company not acknowledged as debt* (The outflow, if any, shall be paid along with interest)	85.53	85.53
(b) Corporate guarantee given by the company in respect of working capital limits sanctioned by Axis bank to -		
i) Fabtech Technologies Cleanrooms Pvt. Ltd.	1,000.00	1,000.00
ii) Fabsafe Technologies Pvt. Ltd.	600.00	600.00
<b>Total</b>	<b>1,685.53</b>	<b>1,685.53</b>

The company has debited an amount to the account of M/s. Clean Coats Pvt. Ltd due to bad quality work done by them, which they did not accept and filed a complaint against the company in MSME Facilitation Council, Thane which directed the company to pay ₹ 32.03 lakhs along with various other claims vide order dated 29th September 2017. The company challenged the order by way of filing a suit in the Bombay city civil court, Dindoshi on 9th February 2018 and since M/s. Clean Coats Pvt. Ltd. did not receive money from the company against direction of MSME facilitation council, M/s Clean coats Pvt. Ltd. approached Bombay High Court for execution of the said order passed by the MSME Council. In the said proceedings, Bombay High Court directed the company to deposit amount of ₹ 85.53 lakhs (including interest) with the Bombay High Court. Though M/s Clean Coats Pvt. Ltd. has withdrawn above amount from the High Court, however, pursuant to Order of Hon'ble Supreme Court of India, Fabtech Technologies International Ltd. (Demerged Company) has filed above Arbitration Application in which we have appointed a Counsel. This Application is likely to be listed in Oct – 2022 and we have a bright chance of refund of the deposited money. Further the management is confident of resolving the matter in its favour and hence no provision is made in the books of account.

## 32 a) Expenditure in foreign currency:

Nature of Expenses	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Bank charges	2.02	32.22
Travelling and conveyance	86.19	164.95
Freight and forwarding	212.44	77.83
Erection and commissioning expense	2,089.51	983.79
Advertising and business promotion	171.20	419.92
Legal and professional charges	30.63	74.03
Miscellaneous expense	0.80	4.61
<b>Total</b>	<b>2,592.77</b>	<b>1,757.36</b>

## b) Earnings in foreign currency:

Nature of Income	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
FOB Value of Export Sales	16,130.31	5,476.84
Installation & commissioning services	487.17	81.26

## 33 Value of imports calculated on C.I.F. basis:

Nature of material	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Stock-in-trade (including merchant export)	1,148.11	1,843.62
	<b>1,148.11</b>	<b>1,843.62</b>

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 34 Details of dues to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006:

The information as required under Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by Auditors, is as follows:-

Particulars	31-03-2023 ₹	31-03-2022 ₹
a) Principal amount remaining unpaid to any supplier as at the end of the accounting year	407.06	341.91
b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	58.18	11.74
c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
d) The amount of interest due and payable for the year	46.44	8.50
e) The amount of interest accrued and remaining unpaid at the end of the accounting year	58.18	11.74
f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	58.18	11.74

## 35 a) Forward foreign exchange contracts outstanding as at the balance sheet date:

The company enters into Foreign Exchange Contracts being derivative instruments, which are not intended for trading or speculative purposes, but for hedge purposes, to establish the amount of reporting currency required or available at the settlement date of certain payables and receivables.

Currency	Buy/Sell	Cross Currency	Amount in Foreign Currency	
			31-03-2023	31-03-2022
US Dollar	Sell	INR	2.50	14.00

## b) The year end foreign currency exposures are given below:

Particulars	Currency	31-03-2023		31-03-2022	
		Foreign Currency	₹	Foreign Currency	₹
<b>Payables in foreign currency</b>					
Packing credit	USD	24.50	2,012.93	18.03	1,361.70
Advances from customers	USD	38.81	3,188.67	30.13	2,199.94
	EURO	0.66	59.26	4.09	353.74
	GBP				
Trade payables	USD	12.51	851.99	15.49	1,172.02
	EURO	3.75	318.55	15.35	1,293.28
	SAR	2.91	59.63	1.74	35.08
	AED	0.06	1.49	-	-
	KES	30.92	21.02	-	-
<b>Receivables in foreign currency</b>					
Trade receivables	USD	99.27	8,155.76	65.34	4,934.07
	EURO	2.18	194.98	1.06	89.02
	AED	0.60	13.41	-	-
	SAR	8.21	179.52	-	-
Advances for supply of goods and services	USD	2.66	209.08	2.19	161.49
	EURO	0.17	13.92	0.69	56.90
	EGP	4.90	13.22	-	-
	SAR	1.76	36.52	1.34	27.24

## 36 Earnings Per Share is calculated as follows:

Particulars	As at 31-03-2023 ₹	As at 31-03-2022 ₹
a) Net profit available for equity shareholders (for basic/diluted EPS)	1,872.99	2,263.01
b) Basic earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
<b>Basic EPS</b>	<b>67.23</b>	<b>81.23</b>
c) Diluted earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
<b>Diluted EPS</b>	<b>67.23</b>	<b>81.23</b>
d) Face value per share	10	10

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 37 Employee benefit plan:

Defined contribution plan: Amounts recognised as expenses towards contributions to provident fund, employee state insurance corporation and other funds by the Company are ₹ 50.51 lakhs (previous year ₹ 46.36 lakhs).

### Defined benefit plan:

The following table sets out the status of the gratuity plan (unfunded) as required under AS -15 (Revised):

Particulars	31-03-2023 ₹	31-03-2022 ₹
<b>(i) Change in benefit obligation:</b>		
Projected benefit obligation at the beginning of the year	124.78	117.45
Interest Cost	9.02	7.99
Current Service Cost	15.07	12.97
Past Service cost	-	-
Benefits paid	(12.55)	(10.60)
Actuarial (gain) / loss on obligations	19.96	(3.02)
<b>Projected benefit obligation at the end of the year</b>	<b>156.28</b>	<b>124.78</b>
<b>(ii) Liability recognised in the Balance Sheet</b>	<b>156.28</b>	<b>124.78</b>
<b>(iii) Gratuity expense / (credit) for the year</b>		
Current Service Cost	15.07	12.97
Interest Cost	9.02	7.99
Net actuarial (gain) / loss recognized	19.96	(3.02)
<b>Net expense / (credit)</b>	<b>44.05</b>	<b>17.93</b>
<b>(iv) Actuarial assumptions</b>		
Discount rate	7.50%	7.23%
Salary escalation	6.00%	6.00%
Attrition Rate		
	For service 4 years and below 20% p.a.	For service 4 years and below 20% p.a.
	For service 5 years and above 2% p.a.	For service 5 years and above 2% p.a.
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2006-08 (Urban)

### Notes :

- The estimates of rate of escalation in salary considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.
- The discounting rate is considered based on market yield on government bonds having currency and terms consistent with the currency and terms of the post-employment benefit obligations.
- The above information is certified by the actuary.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 38 Related party disclosures:

### (i) Names of related parties and nature of related party relationship where control exists are as under:

Mr. Aasif Khan - individual having substantial interest in the voting power and can also exercise significant influence over the Company and also is the Chairman of the Board of Directors.

### (ii) Other related parties:

(a) Associate	TSA Process Equipment Pvt. Ltd.
(b) Companies / Firms in which directors/ KMP have significant influence	Fabtech Turnkey Projects LLP F Plus Healthcare Technologies LLP (Formerly Fabtech Value Edge LLP) Altair Partition Systems LLP Fablife Process Technologies LLP Fabsafe Technologies Pvt. Ltd. Fabtech Technologies Cleanrooms Pvt. Ltd. (Formerly Fabtech Turnkey Projects International Pvt. Ltd.) Advantek Air system Private Limited G7 Universal LLC SA Universal LLC Fabtech Technologies International Limited
(c) Directors and Key management personnel	Mr. Hemant Anavkar, Director Mrs. Naseem Khan, Director Mr. Amjad Arbani, Director Mr. Chirag Doshi, Independent Director
(d) Relatives of key management	Mrs. Manisha Anavkar, Wife of Mr. Hemant Anavkar Mr. Aman Anavkar, Son of Mr. Hemant Anavkar Mrs. Haifa Khan, Wife of Mr. Aasif Khan

### (iii) Transactions with subsidiaries, joint venture entity and companies / firm in which directors have significant influence:

Nature of Transaction	Name of the Related Party	₹ in Lakhs	
		31-03-2023	31-03-2022
a) Purchases	Altair Partition Systems LLP	374.49	282.31
	Advantek Air Systems Pvt. Ltd.	193.87	320.06
	Fabtech Technologies Cleanrooms Pvt. Ltd.	571.82	1,492.52
	Fabsafe Technologies Pvt. Ltd.	487.79	469.34
	TSA Process Equipments Pvt. Ltd.	1,371.14	954.51
	Fablife Process Technologies LLP	697.74	859.91
	F Plus Healthcare Technologies LLP	-	2.62
b) Sales	Fabtech Technologies International Ltd.	2,270.17	19,270.06
c) Rent paid	Fabtech Turnkey Projects LLP	78.00	70.79
	Mrs. Naseem Khan	2.40	2.40
d) Remuneration (Salary, fees and Commission)	Mr. Aasif Khan (Salary)	9.12	12.12
	Mr. Hemant Anavkar (Director Remuneration)	55.65	55.62
	Mrs. Manisha Anavkar (Salary)	54.00	51.27
	Mrs. Haifa Khan (Professional Fees)	-	3.55
	Mr. Aman Anavkar (Salary)	2.08	4.61
	Mr. Aamer Asif Khan	9.00	9.00
e) Sales commission	G7 Universal LLC	215.35	-
	SA Universal LLC	16.88	-
e) Reimbursement of expenses (net)	Fabtech Technologies Cleanrooms Pvt. Ltd.	28.67	-
	Fabsafe Technologies Pvt. Ltd.	13.27	-
	Fablife Process Technologies LLP	28.67	-
f) Trademark Charges	Fabtech Technologies International Ltd.	19.03	-

### (iv) Balances as on year end:

Nature of Transaction	Name of the Related Party	31-03-2023	31-03-2022
a) Trade receivables	Fabtech Turnkey Projects LLP	268.84	268.84
	Fabtech Technologies International Ltd.	1,523.89	3,387.84
b) Other receivables	Fablife Process Technologies LLP	33.83	-
c) Trade payables	Altair Partition Systems LLP	45.41	9.20
	Fabtech Turnkey Projects LLP	-	7.41
	Fabtech Turnkey Projects LLP (Rent payable)	7.02	2.45
	Advantek Air Systems Pvt. Ltd.	109.75	62.96
	Fabtech Technologies Cleanrooms Pvt. Ltd.	122.28	164.07
	Mrs. Naseem Khan (Rent payable)	0.40	0.40
d) Advances against supplies	Fablife Process Technologies LLP	775.17	224.04
	Fabsafe Technologies Pvt. Ltd.	157.03	513.08
e) Security deposit	Fabtech Turnkey Projects LLP	97.80	97.80
f) Loan and advances	Fabtech Technologies International Limited	573.94	23.57
g) Equity Investment	TSA Process Equipments Pvt. Ltd.	340.00	340.00
h) Compulsory convertible debentures (CCD)	Fabtech Technologies International Limited	1,012.50	1,012.50

#### Notes:

- No amounts pertaining to related parties have been provided for as doubtful debts. Also, no amounts have been written off or written back during the year.
- Also refer note no. 8 for borrowings guaranteed by directors.
- Transactions with related parties are at arm's length and in the ordinary courses of business



# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 39 Operating Lease

The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are cancellable and are for a period of 1 to 5 years and may be renewed for a further period based on mutual agreement of the parties. Lease payments recognised in the Statement of Profit and Loss ₹ 161.56 lakhs (previous year: ₹ 139.64 lakhs).

## 40 Pursuant to section 135 of the Companies Act, 2013 read with the Companies (Corporate Social responsibility) Rules, 2014, Details with respect to corporate social responsibility CSR as under :

Sr. No.	Particulars	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
i)	Amount required to be spent by the company during the year	38.65	17.95
ii)	Amount of expenditure incurred	40.00	18.61
iii)	Shortfall at the end of the year	Nil	Nil
iv)	Total of previous years shortfall	Nil	Nil
v)	Reason for shortfall	Not Applicable	Not Applicable
vi)	Nature of CSR activities	Various welfare for needy and poor people, poor child education and medical cause	Various welfare for needy and poor people, poor child education and medical cause
vii)	Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	Not Applicable	Not Applicable
viii)	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.	Not Applicable	Not Applicable

\*Excess CSR spend of FY20-21, FY21-22 and FY22-23 of Rs. 7.30 lakhs, Rs. 0.66 lakhs and Rs. 1.35 lakhs respectively have been carried forward to immediate three succeeding financial years pursuant to the companies (Corporate Social Responsibility Policy) Amendment Rules 2021 dated January 22, 2021.

## 41 No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988, hence relevant disclosures are not applicable.

## 42 The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013, Hence no disclosure required.

## 43 The company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are generally in agreement with the books of accounts except some minor differences which are not material to report.

## 44 There are no instances of any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

## 45 The Company is not declared as a wilful defaulter by any bank or financial Institution or other lender.

## 46 There are no charges or satisfaction of Charges pending to be registered with Registrar of Companies beyond the statutory period.

## 47 The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017

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

## 49 There is no scheme of arrangement approved by competent authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year, hence relevant disclosures are not applicable.

## 50 The company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- 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 to or on behalf of the ultimate beneficiaries.

## 51 The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or
- provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

## 52 The company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

## 53 The company is under the process of reconciliation one of the foreign Vendors named FTS Lifecare Contracting LLC in consonance with provisions of the Foreign Exchange Management Act 1999.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 54 Key financial ratios

Particulars	Numerator	Denominator	As at 31-03-2023	As at 31-03-2022	% variance	Reason for variance of above 25%
a) Current ratio (times)	Current assets	Current liabilities	1.52	1.51	1%	Not Applicable
b) Debt-equity ratio (times)	Total debt (current + non-current)	Shareholders equity	0.40	0.29	40%	Refer note (i)
c) Debt service coverage ratio (times)	Earning available for debt service	Debt service	0.60	1.26	-53%	Refer note (ii)
d) Return on equity ratio (%)	Profit after tax	Average shareholders equity	24.55%	40.70%	-40%	Refer note (iii)
e) Trade receivables turnover ratio (in days)	Revenue from operations (Other than export incentives)	Average trade receivables	183	95	93%	Refer note (iv)
f) Trade payables turnover ratio (in days)	Purchases + project erection and commissioning + freight and forwarding expenses	Average trade payables	149	81	83%	Refer note (v)
g) Inventory turnover ratio (in days)	Purchases of stock-in-trade + Changes in inventories of stock-in-trade	Average inventory	47	18	163%	Refer note (vi)
h) Net capital turnover ratio (in days)	Revenue from operations	Average working capital	119	72	65%	Refer note (vii)
i) Net profit ratio (%)	Net profit	Revenue from operations	9.66%	8.80%	10%	Refer note (viii)
j) Return on capital employed (%)	Earning before interest and taxes	Average capital employed	27.26%	47.14%	-42%	Refer note (ix)
k) Return on investment (%)	Interest income + net gain on sale of investments + net fair value gain	Weighted average of FD and Mutual Funds investments	6.92%	5.13%	35%	Not Applicable

### Notes:

- i) The change in ratio is on account of increase in borrowings.
- ii) The debt service coverage ratio has reduced because of lesser profitability earned during the year with comparable higher debt service.
- iii) The company has made lesser revenue than the last financial year so this change is mainly on account of lower profit earned during the year.
- iv) Trade receivables turnover days have increased due to the retention money.
- v) Trade payables turnover days have increased on account of dealing with vendors with better credit terms.
- vi) The inventory turnover days have increased because of non-shipments of materials purchased in the last quarter of the year.
- vii) Net capital turnover days have primarily increased due to a decline in revenue from operations.
- viii) The company has made lesser revenue than the last financial year so this change is mainly on account of lower profit earned during the year.
- ix) ROCE has been reduced on account of lesser profitability achieved during the year with the additional increased capital employed.

# Standalone Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 55 Compulsory convertible debentures:

Fabtech Technologies International Limited has issued 10,12,500 (Ten Lakhs Twelve Thousand Five Hundred) Compulsorily Convertible Debentures (CCD) to Fabtech Technologies Private Limited, having face value of INR 100 each. The CCDs shall carry a coupon rate of 0% per annum. They can be converted at any time at the option of the Company or debenture holder, after expiry of 3 years from the date of allotment, by way of conversion into equity shares of the company, at a price to be determined in accordance with the Valuation Report of Registered Valuer at the time of conversion.

56 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification / disclosure.

For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

**Amjad Adam Arbani**  
Director  
**DIN 02718019**  
Place : Mumbai  
Date: September 07, 2023

**Hemant Mohan Anavkar**  
Director  
**DIN 00150776**  
Place : Mumbai  
Date: September 07, 2023

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Independent Auditor's Report

To The Members of Fabtech Technologies Private Limited

## Report on the Audit of the Consolidated Financial Statements

### OPINION:

We have audited the accompanying consolidated financial statements of Fabtech Technologies Private Limited which includes Group's share of profit/loss in its associate which comprise the Consolidated Balance Sheet as at 31<sup>st</sup> March 2023, and the Consolidated Statement of Profit and Loss, the Consolidated Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("Accounting Standards") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Company as at 31<sup>st</sup> March 2023, and their consolidated profit and their consolidated cash flows for the year ended on that date.

### BASIS FOR OPINION:

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 consolidated 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

### INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON:

- The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of associate audited by other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the associate is traced from their financial statements audited by other auditor.
- 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.

### MANAGEMENT'S RESPONSIBILITY FOR THE CONSOLIDATED FINANCIAL STATEMENTS:

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Holding Company including its associate in accordance with the Accounting Standards and other accounting



# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

principles generally accepted in India. The respective Board of Directors of the Holding Company and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Holding Company and its associate and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the Holding Company and of its associate are responsible for assessing the ability of the Holding Company and its associate to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Holding Company and of its associate included in this group are also responsible for overseeing the financial reporting process of the Holding Company and of its associate.

## **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS:**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Holding Company and of its associate 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 consolidated 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 Holding Company and its associate to cease to continue as a going concern.

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

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

- Obtain sufficient appropriate audit evidence regarding the financial information of entities or business activities within the Holding Company and its associate to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities or business activities included in the consolidated financial statements of which we are the independent auditors. For the other entities or business activities included in the consolidated financial statements which have been audited by other auditors, such auditors remain responsible for direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Holding Company 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.

## OTHER MATTERS:

The Consolidated financial Statements include the Group's share of net profit of Rs.3,72,67,611 in respect of one associate, for the year ended 31st March, 2023, as considered in consolidated financial statements, whose financial statements have not been audited by us. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in the respect of the associate, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid and associate is based solely on the reports of other auditor.

Our opinion on the consolidated financial statements above and our report on Other Legal and regulatory requirements below, is not modified in respect of the above matters with respect to reliance on work done and reports of other auditors and financial statements certified by the Management.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS:

1. As required by paragraph 3(xxi) of the Companies (Auditor's Report) Order, 2020 ("CARO 2020"), issued by the Central Government of India in terms of subsection (11) of Section 143 of the Act, we report that there are no qualifications or adverse remarks included by the respective auditors in their CARO 2020 except the following during the year under consideration:

a) The Company (Fabtech Technologies Private Limited) has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/financial institutions on the basis of security of current assets. Quarterly returns / statements filed with such Banks/ financial institutions are in agreement with the books of account for the Month of March 2023 except as below:

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Name of Bank	Aggregate Working Capital Limits	Nature of Current Asset and Security Offered	Amount as per Stock Statement Disclosed (Rs. In Lakhs)	Amount as per Books of Accounts (Rs in Lakhs)	Difference (Rs. In Lakhs)	Reasons for Difference
RBL Bank	Fund Based Facility Rs 2400 Lakhs and Non-Fund Based Facility of Rs. 2500 Lakhs	Debtors	10,410.95 Lakhs	10,366.92 Lakhs	44.03 Lakhs	As informed by the management the reason for difference is on account of reinstatement of foreign receivables as on 31 <sup>st</sup> March 2023 in compliance with the accounting standards.
RBL Bank	Fund Based Facility Rs 2400 Lakhs and Non-Fund Based Facility of Rs. 2500 Lakhs	Stock	1691.38 Lakhs	1723.53 Lakhs	32.15 Lakhs	As informed by the management goods received note is accounted in the books of accounts subsequent to the submission of the stock statement to the lender bank.
Axis Bank	Fund Based Facility Rs. 2000 Lakhs and Non Fund based Facility Rs. 2275 Lakhs	Debtors	10,410.95 Lakhs	10,366.92 Lakhs	44.03 Lakhs	As informed by the management the reason for difference is on account of reinstatement of foreign receivables as on 31 <sup>st</sup> March 2023 in compliance with the accounting standards.
Axis Bank	Fund Based Facility Rs. 2000 Lakhs and Non-Fund based Facility Rs. 2275 Lakhs	Debtors	1691.38 Lakhs	1723.53 Lakhs	32.15 Lakhs	As informed by the management goods received note is accounted in the books of accounts subsequent to the submission of the stock statement to the lender bank.

b) According to the information explanation provided to us, the Company (Fabtech Technologies Private Limited) has made the Investments as per Note No 13 of Notes to Standalone Financial Statements). The Company has given guarantee on behalf of other entity. The details of such guarantees to parties other than subsidiary, joint ventures and associates are as follows:

	Guarantees	Security	Loans	Advances
Aggregate amount granted/provided during the year		Nil	Rs 5.84 Crore	Nil
- Others	Rs. 16 Crore (2 Companies)	Nil	Rs 0.29 crore	Nil

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

	Guarantees	Security	Loans	Advances
Balance Outstanding as at balance sheet date in respect of above cases - Others	Since it is corporate Guarantee which is disclosed by way of contingent liability in note 31 in note to financial statements.	Nil	Outstanding Rs. 5.84 Crore. Since it is the loan to the related party (Fabtech Technologies International Limited) which is disclosed by way of Note No 15 in note to financial statements.	Nil

c) The Company Fabtech Technologies Private Limited has according to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the terms and conditions in relation to investments made, guarantees provided, securities given and / or grant of all loans and advances in the nature of loans and guarantees are not prejudicial to the interest of the Company.

d) The Company Fabtech Technologies Private Limited has given the loans and advances in the nature of loan to related parties, schedule of repayment of principal and payment of interest have been stipulated within the period of three years from year of loan given an interest is provided on yearly basis and the borrowers have been regular in the payment of the principal and interest. In respect of the loan to employees ,schedule of repayment of principal and interest have been stipulated and the borrowers have been regular in the payment of the principal and interest.

e) The Company Fabtech Technologies Private Limited, according to the information explanation provided to us, the loan or advance in the nature of loan granted has not fallen due during the year. Hence, the requirements under paragraph 3(iii) (e) of the Order are not applicable to the Company.

f) The Company Fabtech Technologies Private Limited according to the information explanation provided to us, the Company has granted loans/advances in the nature of loans to related parties which is repayable in three years.

g) The Company Fabtech Technologies Private Limited according to the information and explanations given to us and on the basis of our examination of the records of the Company, the details of amount overdue for more than ninety days are as follows:

No. of Cases	Principal amount overdue	Interest overdue	Total overdue	Remarks (specify whether reasonable steps have been taken by the Company for recovery of principal amount and interest)
1.	5.74 crores	0.10 crore	5.84 crores	As per the resolution passed by the company the repayment of the principal amount is stipulated within three years and interest will be charged not less than government security rates as prescribed under the Companies Act, 2013 and payment of interest is calculated and paid on yearly basis.

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

2. As required by Section 143(3) of the Act, based on our audit and on the consideration of the report of other auditor on the separate financials of associate referred to in the Others Matters section above we report, to the extent applicable 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 aforesaid consolidated financial statements.

b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, returns and reports of other auditors.

c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the preparation of the consolidated financial statements.

d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors of the Company and the reports of the statutory auditor of associate company incorporated in India, none of the directors of the Holding Company and its associated company incorporated in India is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Holding company and associated company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those companies.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i) The consolidated financial statements disclose the impact of pending litigations on consolidated financial position of the Holding Company and its associate. Refer Note 31 to the consolidated financial statements.

ii) The Holding Company and its associate have made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.

iii) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its associate company incorporated in India.

(iv)(a) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds which are material either individually or in the aggregate have been advanced or loaned or invested either from borrowed funds or share premium or any other sources or kind of funds by the Holding Company or any of such subsidiaries to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of



# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

the Ultimate Beneficiaries.

(iv)(b) The respective Managements of the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds which are material either individually or in the aggregate have been received by the Company or any of such subsidiaries from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in

writing or otherwise, that the Company or any of such subsidiaries shall, 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.

(iv)(c) Based on the audit procedures, that has been considered reasonable and appropriate in the circumstances, performed by us and those performed by the auditor of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditor to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

(v) The Holding company and its associate Company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act 2013, Hence clause not applicable.

**Place: Mumbai**

Date: 7<sup>th</sup> September, 2023

For Ajmera & Ajmera  
Chartered Accountants  
F.R.No.018796C

Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN:23166931BGUWHJ9682

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

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

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls over financial reporting of Fabtech Technologies Private Limited (hereinafter referred to as "the Holding Company") which includes internal financial controls over financial reporting of the Company's associate company which are companies incorporated in India, as of that date.

## MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS:

The respective Board of Directors of the Holding Company and its associate company which are companies incorporated in India are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

## AUDITOR'S RESPONSIBILITY:

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company and its associate company which

# Consolidated Auditor Report

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

are companies incorporated in India, 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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting of the group and their operating effectiveness. Our audit of internal financial controls over financial reporting of the group included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

## MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING:

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations 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 over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that 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 and based on the consideration of the report of other auditor referred to in the Other Matter paragraph below, the Holding Company and its associate company which is company incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting of the group and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the criteria for internal control over financial reporting criteria established by the respective companies 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.

**Place: Mumbai**

Date: 7<sup>th</sup> September, 2023

For Ajmera & Ajmera  
Chartered Accountants  
F.R.No.018796C

Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN:23166931BGUWHJ9682

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Consolidated Balance Sheet as at 31st March, 2023

		₹ in Lakhs	
	Note	As at 31-03-2023	As at 31-03-2022
	No.	₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	278.59	278.59
(b) Share Suspense Account	4	-	-
(c) Reserves and surplus	5	9,030.09	6,784.42
		<b>9,308.68</b>	<b>7,063.01</b>
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	6	86.47	110.55
(b) Deferred tax liabilities (net)	14	-	5.64
(c) Long-term provisions	7	155.37	163.92
		<b>241.84</b>	<b>280.11</b>
<b>3 Current liabilities</b>			
(a) Short-term borrowings	8	3,342.24	1,786.84
(b) Trade payables	9		
i) Dues of micro & small enterprises		465.24	353.64
ii) Dues of creditors other than micro & small enterprises		4,934.39	4,729.41
(c) Other current liabilities	10	3,313.24	2,720.97
(d) Short-term provisions	11	76.98	311.61
		<b>12,132.10</b>	<b>9,902.48</b>
<b>TOTAL</b>		<b>21,682.61</b>	<b>17,245.60</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, plant and equipments and intangible assets			
(i) Property, plant and equipments	12(a)	242.49	277.50
(ii) Intangible assets	12(b)	7.47	-
(b) Non-current investments	13	2,095.87	1,723.19
(c) Deferred tax asset (net)	14	12.53	-
(d) Long-term loans and advances	15	883.71	270.05
		<b>3,242.07</b>	<b>2,270.74</b>
<b>2 Current assets</b>			
(a) Current Investment	16	5.06	5.49
(b) Inventories	17	1,723.53	650.58
(c) Trade receivables	18	10,366.92	8,694.93
(d) Cash and bank balances	19	2,376.58	2,486.15
(e) Short-term loans and advances	20	3,913.29	3,096.41
(f) Other current assets	21	55.16	41.31
		<b>18,440.54</b>	<b>14,974.86</b>
<b>TOTAL</b>		<b>21,682.61</b>	<b>17,245.60</b>
<b>See accompanying notes forming part of the financial statements</b>	<b>1 to 57</b>		

In terms of our report attached.

**For Ajmera & Ajmera**

**Chartered Accountants**

**Firm Regn. No. : 0018796C**

**Sourabh Ajmera**

Partner

**(Membership No. 166931)**

UDIN : 23166931BGUWHJ9682

Place : Mumbai

Date: September 07, 2023

**For and on behalf of the Board of Directors**

**Amjad Adam Arbani**

Director

DIN 02718019

**Hemant Mohan Anavkar**

Director

DIN 00150776

Place : Mumbai

Date: September 07, 2023

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Consolidated Statement of Profit and Loss for the period ended 31st March, 2023

₹ in Lakhs

	Note No	For the Year Ended 31-03-2023 ₹	For the Year Ended 31-03-2022 ₹
<b>Income</b>			
1	22	19,379.76	25,717.94
2	23	602.17	235.77
3		<b>19,981.93</b>	<b>25,953.71</b>
<b>Expenses</b>			
	24	10,237.42	13,593.08
	25	(1,072.95)	39.82
	26	1,931.34	1,790.61
	27	248.66	179.47
	28	59.91	60.03
	29	1,802.88	1,923.45
	30	4,208.66	5,261.86
4		<b>17,415.92</b>	<b>22,848.32</b>
5		<b>2,566.01</b>	<b>3,105.38</b>
6			
		670.00	825.00
		41.19	-
		<b>711.19</b>	<b>825.00</b>
		(18.18)	17.38
		<b>693.01</b>	<b>842.38</b>
7		<b>1,872.99</b>	<b>2,263.01</b>
8		372.68	166.45
9		<b>2,245.67</b>	<b>2,429.46</b>
<b>Earnings per share:</b>			
	36	80.61	87.21
		10	10
	1 to 57		

In terms of our report attached.

For Ajmera & Ajmera

Chartered Accountants

Firm Regn. No. : 0018796C

Sourabh Ajmera

Partner

(Membership No. 166931)

UDIN : 23166931BGUWHJ9682

Place : Mumbai

Date: September 07, 2023

For and on behalf of the Board of Directors

Amjad Adam Arbani

Director

DIN 02718019

Hemant Mohan Anavkar

Director

DIN 00150776

Place : Mumbai

Date: September 07, 2023

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Consolidated Cash Flow Statement for the year ended 31st March, 2023

₹ in Lakhs

	For the Year Ended 31-03-2023		For the Year Ended 31-03-2022	
	₹	₹	₹	₹
<b>A. Cash flows from operating activities</b>				
Profit before tax		2,566.01		3,105.38
<b>Adjustments for:</b>				
Depreciation and amortisation expense	59.91		60.03	
Unrealised foreign exchange (gain)/ loss, net	(1.04)		(153.88)	
Trade receivables, deposits & trade payables written off/ back	(34.88)		-	
Finance costs	248.66		179.47	
Interest income on bank deposits	(114.84)		(75.21)	
Share in profit of associate company	(372.68)		(166.45)	
Net (Profit)/ Loss on sale of fixed assets	-		(18.31)	
Net (Gain)/ Loss on sale/ valuation of investments	-		(0.69)	
		(214.86)		(175.03)
<b>Operating profit before working capital changes</b>		<b>2,351.15</b>		<b>2,930.35</b>
<b>Changes in working capital:</b>				
<b>Adjustments for (increase) / decrease in operating assets :</b>				
Inventories	(1,072.95)		39.82	
Trade receivables	(1,671.99)		(4,213.58)	
Short-term loans and advances	(513.49)		18.03	
Other current assets	(13.86)		3.37	
<b>Adjustments for (decrease) / increase in operating liabilities :</b>				
Trade payables	351.46		2,447.46	
Other current liabilities	592.27		(1,452.23)	
Short-term provisions	43.89		0.00	
Long-term provisions	(8.55)		(29.47)	
		(2,293.21)		(3,186.60)
<b>Cash generated from operations</b>		<b>57.93</b>		<b>(256.25)</b>
Net income tax paid		(1,022.01)		(381.08)
<b>Net cash flows from operating activities</b>		<b>(964.08)</b>		<b>(637.33)</b>
<b>B. Cash flows from investing activities</b>				
Capital expenditure on fixed assets including capital advances	(32.37)		(205.19)	
Purchase of investments - mutual fund	0.43		184.31	
Purchase of investments - CCD	-		(1,012.50)	
Investment in associate company	372.68		166.45	
Proceeds from sale of fixed assets	-		63.29	
Interest received	114.84		75.21	
Gain/ (Loss) on investments	-		0.69	
Loans and advances to employees	76.37		(109.68)	
Loans and advances to related parties	(550.37)		(23.57)	
Security deposits (made)/ refund received	(70.48)		9.54	
Proceeds from government authorities	(340.28)		37.15	
Fixed deposit with banks matured/ (placed)	(191.52)		62.78	
<b>Net cash from / (used in) investing activities</b>		<b>(620.71)</b>		<b>(751.53)</b>
<b>C. Cash flows from financing activities</b>				
Proceeds/ (repayment) of short term borrowings, net	1,555.40		920.72	
Net decrease in vehicle loan	(24.08)		88.65	
Effect of exchange rate changes	1.04		153.88	
Finance costs	(248.66)		(179.47)	
<b>Net cash (used in) / from financing activities</b>		<b>1,283.70</b>		<b>983.77</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>		<b>(301.08)</b>		<b>(405.09)</b>
Cash and cash equivalents (opening balance)		966.10		1,371.18
<b>Cash and cash equivalents (closing balance)</b>		<b>665.01</b>		<b>966.10</b>

### Notes to cash flow statement:

- Fixed deposits with banks with maturity period of more than three months are grouped in investing activities and not included in cash and cash equivalents.
- Cash flow statement has been prepared under the "Indirect Method" as set out in Accounting Standard (AS 3) "Cash Flow Statement".
- Previous Years figures have been regrouped / rearranged wherever necessary to correspond with the figures of the current year.
- Current Year figures have been adjusted as per the Scheme of Arrangement of the company.

In terms of our report attached.

For Ajmera & Ajmera

Chartered Accountants

Firm Regn. No. : 0018796C

For and on behalf of the Board of Directors

Sourabh Ajmera

Partner

(Membership No. 166931)

UDIN : 23166931BGUWHJ9682

Place : Mumbai

Date: September 07, 2023

Amjad Adam Arbani

Director

DIN 02718019

Place : Mumbai

Date: September 07, 2023

Hemant Mohan Anavkar

Director

DIN 00150776

Place : Mumbai

Date: September 07, 2023



# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Notes forming part of the consolidated financial statements for the year ended 31st March, 2023

### 1 Corporate Information:

Fabtech Technologies Private Limited ("the Company") is a Private Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 2013. The registered office of the Company is located at 715, Janki Centre, Off. Veera Desai Road, Andheri West Mumbai, Maharashtra India. Fabtech Technologies Private Limited is engaged in the business of providing turnkey projects solution to pharmaceuticals and allied industries by way of supplying pharmaceutical machineries/ equipment, having in house designing and engineering and to undertake other activities required in various pharmaceutical turnkey projects.

With effect from 27th January 2021, the name of the Company was changed from **Globeroute Ventures Private Limited** to **Fabtech Technologies Private Limited**.

### 2 Significant accounting policies:

#### (i) Basis of consolidation:

The consolidated financial statements relate to Fabtech Technologies Private Limited (the Company) and its associate. The Company and its associates constitute the Group.

#### (ii) Basis of accounting:

The financial statements of the Group have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

#### (iii) Use of estimates:

The presentation of the financial statements in conformity with the Indian GAAP requires the Management to make estimates and assumptions that affect the reported amount of assets and liabilities, revenues and expenses and disclosure of contingent liabilities. The Management believes that the estimates used in preparation of Financial Statements are prudent and reasonable. Future results could differ due to these estimates and differences between the actual results and estimates are recognised in the period in which the results are known / materialise.

#### (iv) Principles of consolidation :

a. The financial statements of the associate used in the consolidation are drawn upto the same reporting date as of the Company i.e. year ended March 31, 2023.

b. The consolidated financial statements include the share of profit / loss of the associate company which has been accounted as per the 'Equity method', and accordingly, the share of loss of the associate company (the loss being restricted to the cost of investment) has been added to the cost of investment. An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a joint venture of the investor.

c. Following associates have been considered in the preparation of the consolidated financial statements:

Name of the company	Relationship	Country of Incorporation	% of Holding either directly or through subsidiaries	% of Holding either directly or through subsidiaries
			31.03.2023	31.03.2022
TSA Process Equipments Private Limited	Associate	India	33.33%	33.33%

d. The consolidated financial statement have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented to the extent possible in the same manner to the company's separate financial statements.

#### (v) Revenue recognition:

Revenue from sales is recognised when the significant risks and rewards of ownership of the goods are transferred to the customers. Sales are net of sales returns and trade discounts. Installation and commissioning income is recognised when the service is rendered. Interest income is recognised on a time proportion basis. Dividend income is accounted when the right to receive the same is established.

Revenue from construction activities is recognised only to the extent of cost incurred till such time the outcome of the job cannot be ascertained reliably. When the outcome of the contract is ascertained reliably, contract revenue is recognised at cost of work performed on the contract plus proportionate margin, using the percentage of completion method. Percentage completion is the proportion of cost of work performed to-date, to the total of estimated contract costs.

Amounts included in the financial statements, which relate to recoverable costs & accrued margins, if any, not yet billed on contracts are classified as "Unbilled Revenue."

#### (vi) Export Incentive:

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

#### (vii) Property, plant & equipment and depreciation:

All Property, plant & equipment are stated at cost of acquisition less accumulated depreciation and impairment losses, if any. Cost comprises of the purchase price and any other attributable cost of bringing the assets to its working condition for its intended use.

Depreciation on property, plant & equipment has been provided using the straight line method in the manner and at the rates prescribed by Schedule II of the Act. Depreciation on addition/deletion of Property, plant & equipment made during the year is provided on pro-rata basis from / upto the date of each addition / deletion.

Individual assets costing less than Rs 5,000 are depreciated fully in the year of purchase.

Intangible assets are amortised over their estimated useful life using the straight line method in the manner and at the rates prescribed by Schedule II of the Act.

#### (viii) Capital work-in-progress:

Projects under which tangible assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest (if any).

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

**(ix) Borrowing costs:**

Borrowing costs that are directly attributable to the acquisition of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

**(x) Impairment:**

The carrying amount of fixed assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal / external factors. Impairment loss is provided to the extent the carrying amount of such assets exceed their recoverable amount. Recoverable amount is the higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount obtainable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal.

**(xi) Investments:**

Long term investments are stated at cost and provision for diminution in value is made to recognise a decline other than temporary. Current investments are stated at lower of cost and fair value.

**(xii) Inventories:**

Inventories are valued at the lower of cost and net realisable value.

The cost is determined as follows:

- (a) Raw and packing materials: FIFO method
- (b) Work-in-progress: At material cost absorbed on weighted average cost basis and production overheads
- (c) Finished goods (other than those acquired for trading): At material cost absorbed on weighted average cost basis, production overheads and excise duty.
- (d) Stock-in-trade : FIFO method

**(xiii) Employee benefits:**

(I) Short term employee benefits are recognised as an expense at the undiscounted amount in the statement of profit and loss in the year in which the related service is rendered.

(II) Long term benefits:

**a. Defined Contribution Plan**

**Provident and Family Pension Fund**

The eligible employees of the Company are entitled to receive post employment benefits in respect of provident and family pension fund, in which both employees and the Company make monthly contribution at a specified percentage of the employees' eligible salary (currently 12% of employees' eligible salary subject to a minimum contribution of ₹780 per month). The contributions are made to the Regional Provident Fund Commissioner. Provident Fund and Family Pension Fund are classified as Defined contribution plans as the Company has no further obligations beyond making the contribution. The Company's contribution to Defined Contribution Plans are charged to the statement of profit and loss, as incurred.

**b. Defined Benefit Plan**

**Gratuity**

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for gratuity benefits payable in future based on an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

**Compensated absences**

The Company provides for the encashment of leave or leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment / availment. The liability is provided based on the number of days of unutilised leave at each balance sheet date on the basis of an independent actuarial valuation as at the Balance Sheet date, using the projected unit credit method. Actuarial gains and losses are recognised in the statement of profit and loss.

**(xiv) Foreign currency transactions and translations:**

- (a) Foreign currency transactions are recorded at the exchange rates that approximates the actual rate at the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realisation. Monetary items denominated in foreign currency as at the balance sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.
- (b) The Company uses forward foreign exchange contracts to hedge its exposure against movements in foreign exchange rates in order to reduce the risk associated with exchange fluctuations.
- (c) Forward foreign exchange contracts outstanding as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.

**(xv) Taxation:**

Tax expense comprises current and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rate and tax laws enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

**(xvi) Provisions, contingent liabilities and contingent assets:**

A provision is recognised when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present values and are determined based on management estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

Contingent liabilities are recognised only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for. Other contingent liabilities are not recognised but are disclosed in the notes to the financial statements.

Contingent assets are not recognised in the financial statements.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

**(xvii) Lease:**

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating lease. Lease rentals under operating leases are recognized in the Statement of Profit and Loss on a straight-line basis.

**(xviii) Cash Flow Statement:**

Cash flows are reported using the indirect method, where by profit/(loss) before extraordinary items and tax is adjusted for the effects of transactions of non cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

**(xix) Earnings per share (EPS):**

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

**(xx) Operating Cycle:**

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

3 Share capital	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
<b>Authorised:</b>				
Equity shares of ₹ 10/- each	35,10,000	351.00	35,10,000	351.00
<b>Issued, subscribed and fully paid up:</b>				
Equity shares of ₹ 10/- each	27,85,895	278.59	27,85,895	278.59
<b>TOTAL</b>	<b>27,85,895</b>	<b>278.59</b>	<b>27,85,895</b>	<b>278.59</b>

**a. Reconciliation of number of shares and amount outstanding at the beginning and at the end of reporting period :**

Particulars	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
Shares outstanding at the beginning of the year	27,85,895	278.59	10,000	1.00
Add : Issued during the year pursuant to Scheme of Arrangement	-	-	27,75,895	277.59
<b>Shares outstanding at the end of the year</b>	<b>27,85,895</b>	<b>278.59</b>	<b>27,85,895</b>	<b>278.59</b>

**b. Rights, preferences and restrictions attached to equity shares:**

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders at the ensuing annual general meeting. 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 in the proportion of equity shares held.

**c. Details of equity shares held by each shareholder holding more than 5% equity shares in the Company:**

Equity Shares	As at 31-03-2023		As at 31-03-2022	
	Number of Equity Shares held	% Holding	Number of Equity Shares held	% Holding
Mr. Aasif Khan	16,61,999		16,61,999	59.66%
Mr. Aarif Khan	4,15,500		4,15,500	14.91%
Mr. Hemant Anavkar	3,46,251		3,46,251	12.43%
Mrs. Manisha Anavkar	3,46,250		3,46,250	12.43%

**d. Shareholding of promoters**

Sr. No.	Promoter name	As at 31-03-2023			As at 31-03-2022		
		No. of Shares held	% of total shares	% change during the year	No. of Shares held	% of total shares	% change during the year
1	Mr. Aasif Khan	16,61,999	59.66%	0.00%	16,61,999	59.66%	100.00%

4 Share Suspense Account	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
Equity shares of ₹ 10/- each	-	-	27,75,895	277.59
Less: Equity Shares to be cancelled pursuant to Scheme of Arrangement	-	-	-	-
Less: Equity Shares Allotment (Allotted to the shareholders of Fabtech Technologies International Limited pursuant to Scheme of Arrangement)*	-	-	27,75,895	277.59
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

\*As explained in note 54, in accordance with the requirements of the Scheme and solely for the purpose of compliance with the accounting treatment specified in the Scheme, the effect for issue and cancellation of shares pursuant to demerger has been given on the appointed date of the Scheme being April 1, 2019 and hence recorded as share suspense as such are pending allotment and cancellation as at March 31, 2021. In accordance with Clause 6 of the Scheme of Arrangement, the equity shares of the company have been allotted to the shareholders of Fabtech Technologies International Limited on July 09, 2021.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 5 Reserves and surplus

### Surplus in Statement of Profit and Loss

Balance as per last Balance Sheet  
Add: Profit for the year  
Net surplus in Statement of Profit and Loss

### Capital Reserve

Balance as per last Balance Sheet  
Closing balance

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Balance as per last Balance Sheet	6,783.42	4,353.96
Add: Profit for the year	2,245.67	2,429.46
Net surplus in Statement of Profit and Loss	9,029.09	6,783.42
Capital Reserve		
Balance as per last Balance Sheet	1.00	1.00
Closing balance	1.00	1.00
<b>TOTAL</b>	<b>9,030.09</b>	<b>6,784.42</b>

## 6 Long-term borrowings

### a. Term loans for vehicles (Secured) (Refer Note below) :

- from banks  
- from others

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
- from banks	19.06	27.91
- from others	67.41	82.64
<b>TOTAL</b>	<b>86.47</b>	<b>110.55</b>

### Note:

#### For Term Loan for Vehicle

Secured by hypothecation of vehicles acquired under said loans

#### Terms of repayment :

Repayable in 36 or 60 monthly equal instalments including interest ranging between 8.00% to 10.95% Instalments falling due in respect of above loans upto 31st March, 2023 have been grouped under "Current maturities of Other current liabilities"

## 7 Long-term provisions

### Provision for Employee benefits :

- Compensated absences  
- Gratuity

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
- Compensated absences	63.91	52.41
- Gratuity	91.46	111.51
<b>TOTAL</b>	<b>155.37</b>	<b>163.92</b>

## 8 Short-term borrowings

### Repayable on demand - from banks (secured):

Packing credit and cash credits

Current maturities of long-term borrowings - Term loans for vehicles (secured) (Refer Note 6)

- from banks  
- from others

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Packing credit and cash credits	3,307.03	1,751.63
Current maturities of long-term borrowings - Term loans for vehicles (secured)		
- from banks	11.77	11.77
- from others	23.44	23.44
	35.21	35.21
<b>TOTAL</b>	<b>3,342.24</b>	<b>1,786.84</b>

### Nature of Security- Axis Bank

a) First pari passu charge on entire current assets including stock and receivables (present & future) along with RBL.  
b) First charge on movable fixed assets of the company both present & future excluding vehicle & other than movable fixed assets exclusively charged to RBL.  
c) Common collateral for Fabtech Technologies Pvt. Ltd., Fabtech Technologies Cleanrooms Pvt. Ltd. and Fabsafe Technologies Pvt. Ltd. by way of exclusive charge on unit no. 1, 2, 3 plot no. 190/191, GIDC, Umbergaon, Gujarat, 396171 and office premises located at 715, 716, 717 and 718 Janki Centre, Off Veera Desai Road, Andheri (W), Mumbai in the name of Fabtech Turnkey Projects LLP d) Negative lien on the land at Khalapur, Raigad.

### Corporate and Personal Guarantees

a) Personal guarantees of Mr. Aasif Khan, Mr. Hemant Anavkar and Mr. Aarif Khan; and  
b) Corporate guarantees of Fabtech Technologies International Limited and Fabtech Turnkey Projects LLP  
(To the extend of value of the property)

### Nature of Security- RBL Bank

a) First pari passu charge on the entire present and future current assets of the company along with the Axis Bank.  
b) First pari passu charge on the entire movable fixed assets of the company along with the Axis Bank.  
c) Cross collateralised with Fabtech Technologies Pvt. Ltd. by way of equitable mortgage on office premises located at 303, 402, and 403, Vishakha Arcade, Veera Desai Road, Andheri (W), Mumbai. Measuring total 2200 sq.ft. owned by Fabtech Technologies International Limited.  
d) Lien on Fixed Deposits (85% of Rs. 4.35 crs) e) Negative lien on Khalapur land along with Axis Bank

### Corporate and Personal Guarantees

a) Personal guarantees of Mr. Aasif Khan, Mr. Hemant Anavkar and Mr. Aarif Khan; and  
b) Corporate guarantee of Fabtech Technologies International Limited.



# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 9 Trade payables

- Payable to Vendors
  - Dues to micro and small enterprises (Refer Note 34)
  - Dues of creditors other than micro & small enterprises

As at 31-03-2023 ₹	As at 31-03-2022 ₹
465.24	353.64
4,934.39	4,729.41
<b>5,399.63</b>	<b>5,083.05</b>

### Trade payables ageing schedule as on 31st March, 2023

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	292.91	69.43	67.28	35.63	465.24
ii) Others	3,944.28	416.62	441.22	132.29	4,934.39
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>4,237.19</b>	<b>486.05</b>	<b>508.50</b>	<b>167.91</b>	<b>5,399.63</b>

### Trade payables ageing schedule as on 31st March, 2022

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	308.97	30.37	14.30	-	353.64
ii) Others	3,779.93	124.68	797.55	27.25	4,729.42
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>4,088.90</b>	<b>155.04</b>	<b>811.85</b>	<b>27.25</b>	<b>5,083.05</b>

## 10 Other current liabilities

Interest accrued but not due on borrowings

### Other payables

- Statutory remittances
- Advances from customers
- Liabilities towards employees
- Forward contract payables

As at 31-03-2023 ₹	As at 31-03-2022 ₹
0.75	0.89
45.09	70.16
3,248.37	2,606.39
7.62	43.53
11.41	-
<b>TOTAL 3,313.24</b>	<b>2,720.97</b>

## 11 Short-term provisions

### Provision for employee benefits:

- Compensated absences
- Gratuity

### Other provisions

Provision for tax [net of advance tax]

As at 31-03-2023 ₹	As at 31-03-2022 ₹
19.82	19.82
57.16	13.27
76.98	33.09
-	278.52
<b>TOTAL 76.98</b>	<b>311.61</b>

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 13 Non - current investments

### (Unquoted, fully paid up, valued at cost)

#### Trade:

#### (a) Investment in equity shares of 33.33% associate company - (Unquoted) - carried at cost

TSA Process Equipments Private Limited

(456,000 (P.Y. 456,000) Equity Share of ₹ 10/- each, fully paid up)

Opening value of investment

Add : Share of profit for the

**Closing value of investment**

(Includes Goodwill of ₹ 9,339,918/-)

#### (b) Investment in compulsory convertible debentures - (Unquoted) - carried at cost

Fabtech Technologies International Limited (Refer note 54)

10,12,500 (P.Y. Nil) compulsory convertible debentures of ₹ 100/- each, fully paid

Aggregate amount of unquoted investments

Aggregate provision for diminution in value of investment

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	710.69	544.24
	372.68	166.45
	<b>1,083.37</b>	<b>710.69</b>
	1,012.50	1,012.50
<b>TOTAL</b>	<b>2,095.87</b>	<b>1,723.19</b>
	2,095.87	1,723.19
	-	-

## 14 Deferred tax (liability) / asset (net)

### The balances comprises temporary differences attributable to -

- Provision for compensated absences and Gratuity

- Differences in the net carrying amount of property, plant and

equipment and intangible assets as per Income Tax and the Companies Act,

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	9.06	(7.55)
	3.48	1.91
<b>TOTAL</b>	<b>12.53</b>	<b>(5.64)</b>

## 15 Long-term loans and advances

### Unsecured, considered good

Security deposits

Loans and advances to related parties

Loans and advances to employees

Balances with government authorities

Advance income tax [net of provisions]

Deposit under protest

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	166.07	120.84
	573.94	23.57
	25.87	15.62
	-	24.49
	32.30	-
	85.53	85.53
<b>TOTAL</b>	<b>883.71</b>	<b>270.05</b>

## 16 Current investments

### A Investment In Mutual Funds (At fair value, unless otherwise stated)

- Aditya Birla Life Money Manager Fund (Growth Direct Plan)

Aggregate amount of quoted investments

Aggregate market value of quoted investments

Aggregate provision for diminution in value of investment

As at 31-03-2023		As at 31-03-2022	
No. of units	₹	No. of units	₹
1,837.95	5.06	1,837.95	5.49
	<b>5.06</b>		<b>5.49</b>
	5.06		5.49
	5.06		5.49
	-		-

## 17 Inventories

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

Stock-in-trade (Outsourced goods)

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	1,723.53	650.58
<b>TOTAL</b>	<b>1,723.53</b>	<b>650.58</b>

## 18 Trade receivables

### Unsecured, considered good

Trade receivables outstanding for a period exceeding six months from the date of invoice (Including foreign debtors and retention money)

Other trade receivables (Including foreign debtors and retention money)

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	5,046.40	3,057.50
	5,320.52	5,637.43
<b>TOTAL</b>	<b>10,366.92</b>	<b>8,694.93</b>

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## Trade receivables ageing schedule as on 31st March, 2023

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	5,320.52	819.22	1,392.39	215.77	2,619.03	10,366.92
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	-	-
ii) Considered doubtful	-	-	-	-	-	-
	<b>5,320.52</b>	<b>819.22</b>	<b>1,392.39</b>	<b>215.77</b>	<b>2,619.03</b>	<b>10,366.92</b>

## Trade receivables ageing schedule as on 31st March, 2022

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	5,637.43	415.05	421.94	1,511.11	709.39	8,694.93
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	-	-
ii) Considered doubtful	-	-	-	-	-	-
	<b>5,637.43</b>	<b>415.05</b>	<b>421.94</b>	<b>1,511.11</b>	<b>709.39</b>	<b>8,694.93</b>

## 19 Cash and bank balances

### (a) Balances that meet the

Cash on hand	
Balances with banks	
In current accounts	
In fixed deposit (Less than 3 months)	
<b>Total Cash and Cash equivalents as per AS 3 - Cash Flow Statements</b>	

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	29.95	30.25
	604.34	901.98
	30.72	33.87
	<b>665.01</b>	<b>966.10</b>
<b>Other Bank Balances</b>		
In deposit accounts with original maturity of less than 3 months	387.93	89.76
In deposit accounts with original maturity of more than 12 months	1,135.72	677.64
In deposit accounts with original maturity of more than 3 months but not greater than 12 months	187.91	752.65
<b>Total Other Bank Balance</b>	<b>1,711.57</b>	<b>1,520.05</b>
<b>TOTAL</b>	<b>2,376.58</b>	<b>2,486.15</b>

Fixed deposit balances include Rs. 998.60 lakhs (P.Y. Rs. 1,075.05 lakhs) marked under line against bank guarantees, letters of credit, corporate cards and working capital facilities.

## 20 Short-term loans and advances

### Unsecured, considered good

Security deposits	
Loans and advances to employees	
Prepaid expenses	
Balances with government authorities	
Export incentives receivables	
Advances for supply of goods and services	

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	71.45	46.21
	85.62	172.24
	5.39	47.11
	1,253.87	991.39
	553.31	451.03
	1,943.64	1,388.43
<b>TOTAL</b>	<b>3,913.29</b>	<b>3,096.41</b>

## 21 Other current assets

Interest accrued on bank deposits	
Forward contract payables	
Other current assets	

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	8.26	8.21
	-	12.53
	46.90	20.57
<b>TOTAL</b>	<b>55.16</b>	<b>41.31</b>

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 12 Property, plant and equipments and intangible assets

Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION				NET BLOCK	
	As at	Additions	Deletions	As at	As at	For the Year	Deletions	As at	As at	As at
	1st April, 2022			31st March, 2023	1st April, 2022			31st March, 2023	31st March, 2023	31st March, 2022
	₹	₹	₹	₹	₹	₹	₹	₹	₹	₹
(a)										
Office Equipment	40.76 (39.47)	4.35 (1.29)	- (-)	45.11 (40.76)	37.10 (34.79)	0.90 (2.32)	- (-)	38.01 (37.10)	7.10	3.65
Computers	176.87 (157.88)	20.54 (18.98)	- (-)	197.41 (176.87)	147.81 (137.65)	13.52 (10.16)	- (-)	161.33 (147.81)	36.08	29.06
Furniture and Fixtures	87.02 (87.02)	- (-)	- (-)	87.02 (87.02)	51.45 (44.47)	6.87 (6.98)	- (-)	58.32 (51.45)	28.70	35.57
Vehicles	288.59 (252.43)	- (184.92)	- (148.76)	288.59 (288.59)	79.38 (142.59)	38.61 (40.57)	- (103.78)	117.99 (79.38)	170.61	209.21
<b>TOTAL</b>	<b>593.24</b>	<b>24.89</b>	<b>-</b>	<b>618.13</b>	<b>315.74</b>	<b>59.90</b>	<b>-</b>	<b>375.64</b>	<b>242.49</b>	<b>277.50</b>
Previous Year	(536.81)	(205.19)	(148.76)	(593.24)	(359.50)	(60.03)	(103.78)	(316.74)		
(b) <b>Intangible assets</b> <b>(Other than internally generated)</b>										
Computer Software	23.30 (23.30)	7.47 (-)	- (-)	30.77 (23.30)	23.30 (23.30)	0.00 (-)	- (-)	23.30 (23.30)	7.47	-
<b>TOTAL</b>	<b>23.30</b>	<b>7.47</b>	<b>-</b>	<b>30.77</b>	<b>23.30</b>	<b>0.00</b>	<b>-</b>	<b>23.30</b>	<b>7.47</b>	<b>-</b>
Previous Year	(23.30)	(-)	(-)	(23.30)	(23.30)	(-)	(-)	(23.30)		
(c) <b>Capital work-in-progress</b>										
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Previous Year	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)		
(d) <b>Intangible assets under development</b>										
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Previous Year	(-)	(-)	(-)	(-)	(-)	(-)	(-)	(-)		

i) There is no immovable properties in the name of the company.

ii) Figures in brackets are the corresponding figures in respect of the previous year ended March 31, 2022.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 22 Revenue from operations (Gross)

Sale of products  
Sale of services - Installation and commissioning services  
  
**Other operating revenues**  
Export incentives

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	18,525.64	24,516.03
	507.77	837.04
	346.34	364.87
<b>TOTAL</b>	<b>19,379.76</b>	<b>25,717.94</b>

## 23 Other income

Interest income on bank deposits  
Profit on disposal of fixed asset (net)  
Insurance claim  
Exchange rate fluctuations (net)  
Net balances written back  
Net gain on liquid mutual fund  
Net gain on derivative contracts  
Miscellaneous income

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	114.84	75.21
	-	18.31
	0.39	-
	444.21	135.14
	34.88	-
	-	0.69
	7.53	-
	0.31	6.43
<b>TOTAL</b>	<b>602.17</b>	<b>235.77</b>

## 24 Purchases of stock-in-trade

Purchase of outsourced goods

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	10,237.42	13,593.08
<b>TOTAL</b>	<b>10,237.42</b>	<b>13,593.08</b>

## Details of purchase of stock-in-trade

Modular partition and doors  
Isolators and process equipments  
Cleanroom equipments  
Water purification systems  
Air handling units  
Mechanical, electrical and plumbing, HVAC and other critical machineries

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,031.95	2,750.14
	1,240.37	1,178.37
	493.16	514.54
	1,548.93	1,049.96
	755.25	663.39
	5,167.75	7,436.68
	<b>10,237.42</b>	<b>13,593.08</b>

## 25 Changes in inventories of stock-in-trade

### (a) Inventories at the end of the year:

Stock-in-trade

### (b) Inventories at the beginning of the year:

Stock-in-trade

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,723.53	650.58
	1,723.53	650.58
	650.58	690.40
	650.58	690.40
<b>Net decrease (b) - (a)</b>	<b>(1,072.95)</b>	<b>39.82</b>



# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 26 Employee benefits expense

Salaries and wages  
Contribution to provident fund and other funds  
Gratuity  
Staff welfare expenses

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,796.20	1,692.42
	50.51	46.36
	46.39	17.93
	38.24	33.90
<b>TOTAL</b>	<b>1,931.34</b>	<b>1,790.61</b>

## 27 Finance costs

### Interest expense on:

- Borrowings
- Trade payables
- Delayed / deferred payment of taxes

### Other borrowing costs

- Loan processing and commitment charges

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	140.60	97.50
	46.44	8.50
	7.14	38.79
	54.48	34.67
<b>TOTAL</b>	<b>248.66</b>	<b>179.47</b>

## 28 Depreciation and amortisation expenses

Depreciation of property, plant & equipment  
Amortisation of other intangible assets

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	59.90	60.03
	0.00	-
<b>TOTAL</b>	<b>59.91</b>	<b>60.03</b>

## 29 Operating expenses

Project erection and commissioning expenses  
Power and fuel

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	1,788.78	1,914.92
	14.10	8.53
<b>TOTAL</b>	<b>1,802.88</b>	<b>1,923.45</b>

## 30 Selling, General and Administrative expenses

Freight and forwarding  
Rent including lease rentals and equipment hire charges  
Repairs and maintenance - Office and equipments  
Repairs and maintenance - Others  
Insurance  
Rates and taxes  
Communication  
Travelling and conveyance  
Printing and stationery  
Bank charges  
Postage and courier  
Business promotion and sales commission  
Donations  
Expense for CSR (Refer note 39)  
Legal and professional charges (Refer note below)  
Net balances written off  
Exchange rate fluctuations (net)  
Net loss on derivative contracts  
Miscellaneous expenses

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	802.54	1,819.13
	161.56	139.64
	12.47	2.27
	20.78	30.02
	26.78	20.58
	88.55	149.26
	22.96	19.15
	499.69	544.79
	14.05	8.93
	241.19	114.62
	12.33	16.23
	1,929.33	1,172.88
	21.31	12.72
	40.00	18.61
	302.77	343.71
	-	827.63
	0.43	-
	-	0.87
	11.90	20.82
<b>TOTAL</b>	<b>4,208.66</b>	<b>5,261.86</b>

Legal and professional charges includes payments to statutory auditors (net of GST):

a) Statutory Audit  
b) Tax Audit  
c) GST Audit  
d) for certificate

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
	3.30	3.30
	1.30	1.10
	1.00	1.00
	2.87	0.86
<b>TOTAL</b>	<b>8.47</b>	<b>6.26</b>

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 31 Contingent liabilities and commitments (to the extent not provided for)

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
I) Contingent liabilities		
(a) Claims against the Company not acknowledged as debt* (The outflow, if any, shall be paid along with interest)	85.53	85.53
(b) Corporate guarantee given by the company in respect of working capital limits sanctioned by Axis bank to -		
i) Fabtech Technologies Cleanrooms Pvt. Ltd.	1,000.00	1,000.00
ii) Fabsafe Technologies Pvt. Ltd.	600.00	600.00
<b>Total</b>	<b>1,685.53</b>	<b>1,685.53</b>

The company has debited an amount to the account of M/s. Clean Coats Pvt. Ltd due to bad quality work done by them, which they did not accept and filed a complaint against the company in MSME Facilitation Council, Thane which directed the company to pay ₹ 32.03 lakhs along with various other claims vide order dated 29th September 2017. The company challenged the order by way of filing a suit in the Bombay city civil court, Dindoshi on 9th February 2018 and since M/s. Clean Coats Pvt. Ltd. did not receive money from the company against direction of MSME facilitation council, M/s Clean coats Pvt. Ltd. approached Bombay High Court for execution of the said order passed by the MSME Council. In the said proceedings, Bombay High Court directed the company to deposit amount of ₹ 85.53 lakhs (including interest) with the Bombay High Court. Though M/s Clean Coats Pvt. Ltd. has withdrawn above amount from the High Court, however, pursuant to Order of Hon'ble Supreme Court of India, Fabtech Technologies International Ltd. has filed above Arbitration Application in which we have appointed a Counsel. This Application is likely to be listed in Oct – 2022 and we have a bright chance of refund of the deposited money. Further the management is confident of resolving the matter in its favour and hence no provision is made in the books of account.

## 32 a) Expenditure in foreign currency:

Nature of Expenses	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Bank charges	2.02	32.22
Travelling and conveyance	86.19	164.95
Freight and forwarding	212.44	77.83
Erection and commissioning expense	2,089.51	983.79
Advertising and business promotion	171.20	419.92
Legal and professional charges	30.63	74.03
Miscellaneous expense	0.80	4.61
<b>Total</b>	<b>2,592.77</b>	<b>1,757.36</b>

## b) Earnings in foreign currency:

Nature of Income	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
FOB Value of Export Sales	16,130.31	5,476.84
Installation & commissioning services	487.17	81.26

## 33 Value of imports calculated on C.I.F. basis:

Nature of material	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Stock-in-trade (including merchant export)	1,148.11	1,843.62
	<b>1,148.11</b>	<b>1,843.62</b>

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 34 Details of dues to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006:

The information as required under Micro, Small and Medium Enterprises Development Act, 2006, has been determined to the extent such parties have been identified on the basis of information available with the Company and relied upon by Auditors, is as follows:-

Particulars	31-03-2023 ₹	31-03-2022 ₹
a) Principal amount remaining unpaid to any supplier as at the end of the accounting year	407.06	341.91
b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	58.18	11.74
c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
d) The amount of interest due and payable for the year	46.44	8.50
e) The amount of interest accrued and remaining unpaid at the end of the accounting year	58.18	11.74
f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	58.18	11.74

## 35 a) Forward foreign exchange contracts outstanding as at the balance sheet date:

The company enters into Foreign Exchange Contracts being derivative instruments, which are not intended for trading or speculative purposes, but for hedge purposes, to establish the amount of reporting currency required or available at the settlement date of certain payables and receivables.

Currency	Buy/Sell	Cross Currency	Amount in Foreign Currency	
			31-03-2023	31-03-2022
US Dollar	Sell	INR	2.50	14.00

## b) The year end foreign currency exposures are given below:

Particulars	Currency	31-03-2023		31-03-2022	
		Foreign Currency	₹	Foreign Currency	₹
<b>Payables in foreign currency</b>					
Packing credit	USD	24.50	2,012.93	18.03	1,361.70
Advances from customers	USD	38.81	3,188.67	30.13	2,199.94
	EURO	0.66	59.26	4.09	353.74
	GBP				
Trade payables	USD	12.51	851.99	15.49	1,172.02
	EURO	3.75	318.55	15.35	1,293.28
	SAR	2.91	59.63	1.74	35.08
	AED	0.06	1.49	-	-
	KES	30.92	21.02	-	-
<b>Receivables in foreign currency</b>					
Trade receivables	USD	99.27	8,155.76	65.34	4,934.07
	EURO	2.18	194.98	1.06	89.02
	AED	0.60	13.41	-	-
	SAR	8.21	179.52	-	-
Advances for supply of goods and services	USD	2.66	209.08	2.19	161.49
	EURO	0.17	13.92	0.69	56.90
	EGP	4.90	13.22	-	-
	SAR	1.76	36.52	1.34	27.24

## 36 Earnings Per Share is calculated as follows:

Particulars	As at 31-03-2023 ₹	As at 31-03-2022 ₹
a) Net profit available for equity shareholders (for basic/diluted EPS)	2,245.67	2,429.46
b) Basic earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
<b>Basic EPS</b>	<b>80.61</b>	<b>87.21</b>
c) Diluted earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
<b>Diluted EPS</b>	<b>80.61</b>	<b>87.21</b>
d) Face value per share	10	10

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 37 Employee benefit plan:

Defined contribution plan: Amounts recognised as expenses towards contributions to provident fund, employee state insurance corporation and other funds by the Company are ₹ 50.51 lakhs (previous year ₹ 46.36 lakhs).

### Defined benefit plan:

The following table sets out the status of the gratuity plan (unfunded) as required under AS -15 (Revised):

Particulars	31-03-2023 ₹	31-03-2022 ₹
<b>(i) Change in benefit obligation:</b>		
Projected benefit obligation at the beginning of the year	124.78	117.45
Interest Cost	9.02	7.99
Current Service Cost	15.07	12.97
Past Service cost	-	-
Benefits paid	(12.55)	(10.60)
Actuarial (gain) / loss on obligations	19.96	(3.02)
<b>Projected benefit obligation at the end of the year</b>	<b>156.28</b>	<b>124.78</b>
<b>(ii) Liability recognised in the Balance Sheet</b>	<b>156.28</b>	<b>124.78</b>
<b>(iii) Gratuity expense / (credit) for the year</b>		
Current Service Cost	15.07	12.97
Interest Cost	9.02	7.99
Net actuarial (gain) / loss recognized	19.96	(3.02)
<b>Net expense / (credit)</b>	<b>44.05</b>	<b>17.93</b>
<b>(iv) Actuarial assumptions</b>		
Discount rate	7.50%	7.23%
Salary escalation	6.00%	6.00%
Attrition Rate		
	For service 4 years and below 20% p.a.	For service 4 years and below 20% p.a.
	For service 5 years and above 2% p.a.	For service 5 years and above 2% p.a.
Mortality Rate During Employment	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality 2006-08 (Urban)

### Notes :

- The estimates of rate of escalation in salary considered in actuarial valuation takes into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.
- The discounting rate is considered based on market yield on government bonds having currency and terms consistent with the currency and terms of the post-employment benefit obligations.
- The above information is certified by the actuary.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

## 38 Related party disclosures:

### (i) Names of related parties and nature of related party relationship where control exists are as under:

Mr. Aasif Khan - individual having substantial interest in the voting power and can also exercise significant influence over the Company and also is the Chairman of the Board of Directors.

### (ii) Other related parties:

(a) Companies / Firms in which directors/ KMP have significant influence	Fabtech Turnkey Projects LLP F Plus Healthcare Technologies LLP (Formerly Fabtech Value Edge LLP) Altair Partition Systems LLP Fablif Process Technologies LLP Fabsafe Technologies Pvt. Ltd. Fabtech Technologies Cleanrooms Pvt. Ltd. (Formerly Fabtech Turnkey Projects International Pvt. Ltd.) Advantek Air system Private Limited G7 Universal LLC SA Universal LLC Fabtech Technologies International Limited
(b) Directors and Key management personnel	Mr. Hemant Anavkar, Director Mrs. Naseem Khan, Director Mr. Amjad Arbani, Director Mr. Chirag Doshi, Independent Director
(c) Relatives of key management	Mrs. Manisha Anavkar, Wife of Mr. Hemant Anavkar Mr. Aman Anavkar, Son of Mr. Hemant Anavkar Mrs. Haifa Khan, Wife of Mr. Aasif Khan

### (iii) Transactions with subsidiaries, joint venture entity and companies / firm in which directors have significant influence:

Nature of Transaction	Name of the Related Party	₹ in Lakhs	
		31-03-2023	31-03-2022
a) Purchases	Altair Partition Systems LLP	374.49	282.31
	Advantek Air Systems Pvt. Ltd.	193.87	320.06
	Fabtech Technologies Cleanrooms Pvt. Ltd.	571.82	1,492.52
	Fabsafe Technologies Pvt. Ltd.	487.79	469.34
	Fablif Process Technologies LLP	697.74	859.91
	F Plus Healthcare Technologies LLP	-	2.62
b) Sales	Fabtech Technologies International Ltd.	2,270.17	19,270.06
c) Rent paid	Fabtech Turnkey Projects LLP	78.00	70.79
	Mrs. Naseem Khan	2.40	2.40
d) Remuneration (Salary, fees and Commission)	Mr. Aasif Khan (Salary)	9.12	12.12
	Mr. Hemant Anavkar (Director Remuneration)	55.65	55.62
	Mrs. Manisha Anavkar (Salary)	54.00	51.27
	Mrs. Haifa Khan (Professional Fees)	-	3.55
	Mr. Aman Anavkar (Salary)	2.08	4.61
	Mr. Aamer Asif Khan	9.00	9.00
e) Sales commission	G7 Universal LLC	215.35	-
	SA Universal LLC	16.88	-
e) Reimbursement of expenses (net)	Fabtech Technologies Cleanrooms Pvt. Ltd.	28.67	-
	Fabsafe Technologies Pvt. Ltd.	13.27	-
	Fablif Process Technologies LLP	28.67	-
f) Trademark Charges	Fabtech Technologies International Ltd.	19.03	-

### (iv) Balances as on year end:

Nature of Transaction	Name of the Related Party	31-03-2023	31-03-2022
a) Trade receivables	Fabtech Turnkey Projects LLP	268.84	268.84
	Fabtech Technologies International Ltd.	1,523.89	3,387.84
b) Other receivables	Fablif Process Technologies LLP	33.83	-
c) Trade payables	Altair Partition Systems LLP	45.41	9.20
	Fabtech Turnkey Projects LLP	-	7.41
	Fabtech Turnkey Projects LLP (Rent payable)	7.02	2.45
	Advantek Air Systems Pvt. Ltd.	109.75	62.96
	Fabtech Technologies Cleanrooms Pvt. Ltd.	122.28	164.07
	Mrs. Naseem Khan (Rent payable)	0.40	0.40
d) Advances against supplies	Fablif Process Technologies LLP	775.17	224.04
	Fabsafe Technologies Pvt. Ltd.	157.03	513.08
e) Security deposit	Fabtech Turnkey Projects LLP	97.80	97.80
f) Loan and advances	Fabtech Technologies International Limited	573.94	23.57
g) Compulsory convertible debentures (CCD)	Fabtech Technologies International Limited	1,012.50	1,012.50

#### Notes:

- (i) No amounts pertaining to related parties have been provided for as doubtful debts. Also, no amounts have been written off or written back during the year.
- (ii) Also refer note no. 8 for borrowings guaranteed by directors.
- (iii) Transactions with related parties are at arm's length and in the ordinary courses of business



# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 39 Operating Lease

The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are cancellable and are for a period of 1 to 5 years and may be renewed for a further period based on mutual agreement of the parties. Lease payments recognised in the Statement of Profit and Loss ₹ 161.56 lakhs (previous year: ₹ 139.64 lakhs).

## 40 Pursuant to section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014, Details with respect to corporate social responsibility CSR as under :

Sr. No. Particulars	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
i) Amount required to be spent by the company during the year	38.65	17.95
ii) Amount of expenditure incurred	40.00	18.61
iii) Shortfall at the end of the year	Nil	Nil
iv) Total of previous years shortfall	Nil	Nil
v) Reason for shortfall	Not Applicable	Not Applicable
vi) Nature of CSR activities	Various welfare for needy and poor people, poor child education and medical cause	Various welfare for needy and poor people, poor child education and medical cause
vii) Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	Not Applicable	Not Applicable
viii) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.	Not Applicable	Not Applicable

\*Excess CSR spend of FY20-21, FY21-22 and FY22-23 of Rs. 7.30 lakhs, Rs. 0.66 lakhs and Rs. 1.35 lakhs respectively have been carried forward to immediate three succeeding financial years pursuant to the companies (Corporate Social Responsibility Policy) Amendment Rules 2021 dated January 22, 2021.

41 No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988, hence relevant disclosures are not applicable.

42 The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013, Hence no disclosure required.

43 The company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are generally in agreement with the books of accounts except some minor differences which are not material to report.

44 There are no instances of any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)

45 The Company is not declared as a wilful defaulter by any bank or financial Institution or other lender.

46 There are no charges or satisfaction of Charges pending to be registered with Registrar of Companies beyond the statutory period.

47 The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017

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

49 There is no scheme of arrangement approved by competent authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year, hence relevant disclosures are not applicable.

50 The company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

- 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 to or on behalf of the ultimate beneficiaries.

51 The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or
- provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

52 The company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

53 The company is under the process of reconciliation one of the foreign Vendors named FTS Lifecare Contracting LLC in consonance with provisions of the Foreign Exchange Management Act 1999.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

## 54 Key financial ratios

Particulars	Numerator	Denominator	As at 31-03-2023	As at 31-03-2022	% variance	Reason for variance of above 25%
a) Current ratio (times)	Current assets	Current liabilities	1.52	1.51	1%	Not Applicable
b) Debt-equity ratio (times)	Total debt (current + non-current)	Shareholders equity	0.36	0.27	31%	Refer note (i)
c) Debt service coverage ratio (times)	Earning available for debt service	Debt service	(0.60)	(0.33)	79%	Refer note (ii)
d) Return on equity ratio (%)	Profit after tax	Average shareholders equity	27.43%	41.54%	-34%	Refer note (iii)
e) Trade receivables turnover ratio (in days)	Revenue from operations (Other than export incentives)	Average trade receivables	183	95	93%	Refer note (iv)
f) Trade payables turnover ratio (in days)	Purchases + project erection and commissioning + freight and forwarding expenses	Average trade payables	149	81	83%	Refer note (v)
g) Inventory turnover ratio (in days)	Purchases of stock-in-trade + Changes in inventories of stock-in-trade	Average inventory	47	18	163%	Refer note (vi)
h) Net capital turnover ratio (in days)	Revenue from operations	Average working capital	119	72	65%	Refer note (vii)
i) Net profit ratio (%)	Net profit	Revenue from operations	9.66%	8.80%	10%	Refer note (viii)
j) Return on capital employed (%)	Earning before interest and taxes	Average capital employed	24.98%	38.37%	-35%	Refer note (ix)
k) Return on investment (%)	Interest income + net gain on sale of investments + net fair value gain	Weighted average of FD and Mutual Funds investments	6.95%	4.56%	52%	Refer note (x)

### Notes:

- The change in ratio is on account of increase in borrowings.
- The debt service coverage ratio has reduced because of lesser profitability earned during the year with comparable higher debt service.
- The company has made lesser revenue than the last financial year so this change is mainly on account of lower profit earned during the year.
- Trade receivables turnover days have increased due to the retention money.
- Trade payables turnover days have increased on account of dealing with vendors with better credit terms.
- The inventory turnover days have increased because of non-shipments of materials purchased in the last quarter of the year.
- Net capital turnover days have primarily increased due to a decline in revenue from operations.
- The company has made lesser revenue than the last financial year so this change is mainly on account of lower profit earned during the year.
- ROCE has been reduced on account of lesser profitability achieved during the year with the additional increased capital employed.

## 55 Compulsory convertible debentures:

Fabtech Technologies International Limited has issued 10,12,500 (Ten Lakhs Twelve Thousand Five Hundred) Compulsorily Convertible Debentures (CCD) to Fabtech Technologies Private Limited, having face value of INR 100 each. The CCDs shall carry a coupon rate of 0% per annum. They can be converted at any time at the option of the Company or debenture holder, after expiry of 3 years from the date of allotment, by way of conversion into equity shares of the company, at a price to be determined in accordance with the Valuation Report of Registered Valuer at the time of conversion.

# Consolidated Financial Statement

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

₹ in Lakhs

56 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013 :

Name of the entity in the	Net assets, i.e., Total assets minus Total liabilities		Share of Profit or Loss	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount
<b>Parent</b> Fabtech Technologies Private Limited	92.60%	9,308.68	83.40%	1,872.99
<b>Associates (Investment as per the equity method)</b> TSA Process Equipments Private Limited	7.40%	743.37	16.60%	372.68
<b>Total</b>	<b>100.00%</b>	<b>10,052.04</b>	<b>100.00%</b>	<b>2,245.67</b>
Less : Eliminations		-		-
Less : Minority Interests in all subsidiaries		-		-
<b>Net Total</b>		<b>10,052.04</b>		<b>2,245.67</b>

## 57 FORM AOC - 1

Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2004

**Statement Containing salient features of the financial statements of subsidiaries**

**PART - A : Subsidiaries - Not Applicable**

**PART - B : Associates & Joint ventures**

Particulars	TSA Process Equipments Private Limited	TSA Process Equipments Private Limited
	31-03-2023	31-03-2022
1. Latest audited balance sheet date	28th August, 2023	6th September, 2022
2. Shares of Associate/ Joint ventures held by the company on the year end		
Numbers	456000	456000
Amount of investment in associates	3,40,00,000	3,40,00,000
Extend of Holding %	33.33%	33.33%
3. Description of how there is significant influence	Associate	Associate
4. Reason why the associate is not consolidated	NA	NA
5. Networth attributable to Shareholding as per latest audited Balance Sheet	1,061.92	689.25
6. Profit / (Loss) for the year	1,118.14	499.40
<b>Profit before tax</b>		
i. Considered in Consolidation	372.68	166.45
ii. Not Considered in Consolidation	745.46	332.95

58 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with current year's classification / disclosure.

For and on behalf of the Board of Directors

For and on behalf of the Board of Directors

**Amjad Adam Arbani**

Director

**DIN 02718019**

Place : Mumbai

Date: September 07, 2023

**Hemant Mohan Anavkar**

Director

**DIN 00150776**

Place : Mumbai

Date: September 07, 2023

# Notice of the 5<sup>th</sup> Annual General Meeting

Fabtech Technologies Pvt. Ltd. | Annual Report 2022-23

Notice is hereby given that the 05<sup>th</sup> Annual General Meeting of FABTECH TECHNOLOGIES PRIVATE LIMITED on Thursday, September 28<sup>th</sup>, 2023 at 11:00 A.M. at 717, Janki Centre, Off Veera Desai Road, Andheri (W), Mumbai, Maharashtra - 400053, India to transact the following business:

## ORDINARY BUSINESS:

1. To consider and adopt the Standalone and Consolidated Audited financial statements (including Balance Sheet as at 31<sup>st</sup> March 2023, Profit and Loss account for the year ended on that date together with the schedules and notes attached thereto for the year ended 31<sup>st</sup> March 2023 along with the reports of Directors and the Auditors thereon.

**By and on behalf of the Board of Directors of the Company For Fabtech Technologies Private Limited**

**Place: Mumbai Date:**

September 04, 2023

Sd/-

Amjad Adam Arbani

Director

DIN: 02718019

## NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be effective must be received by the company not later than forty eight (48) hours before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/ authority, as applicable.

2. Members are requested to bring their attendance slips duly completed and signed mentioning therein details of their Folio No.

3. Corporate Members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company an Authorizations letter to attend the Board meeting.

4. Members seeking any information with regard to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.

5. Members holding shares in physical form should submit their PAN to the Company.

6. Members holding shares in single name and in physical form are advised to make a nomination in respect of their shareholding in the Company.

7. The audited Financial Statements including Balance Sheet as on 31<sup>st</sup> March 2023 and Profit and Loss Account for the year ended as on that date and the reports of the Board of Directors and Auditors there on are attached herewith.



## Contact us



Phone:  
+91 2261592900



Email for investor relationship:  
[cs@fabtechnologies.com](mailto:cs@fabtechnologies.com)  
Email for sales inquiry:  
[sales@fabtechnologies.com](mailto:sales@fabtechnologies.com)



Website:  
[www.fabtechnologies.com](http://www.fabtechnologies.com)



Corporate Office:  
715, Janki Centre, Off Veera Desai Road, Andheri (W),  
Mumbai, Maharashtra - 400053, India