SIGACHI LABORATORIES LIMITED

Corporate Office : 402, Raghava Ratna Towers,
Chirag Ali Lane, Hyderabad - 500 001. Telangana (INDIA)
Ph. : 040-23204230, 23204273, E-mail: sigachilaboratories@yahoo.co.in
GSTIN: 36AACCS8220M1Z4 CIN : L24230TG1994PLC018786

Date: 04-09-2023

Head Listing & Compliance,
Metropolitan Stock Exchange of India Limited,
205(A), 2nd floor, Piramal Agastya Corporate Park,
Kamani Junction, LBS Road,
Kurla (West), Mumbai - 400070

Dear Sir,

Sub: Submission of 29th Annual Report - Reg.

Symbol: SIGACHI

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We are herewith enclosing the 29th Annual Report for the year 2022-2023 along with the Notice of the 29th Annual General Meeting ("AGM"), for your kind perusal and the same has been sent to the members electronically today.

The 29th AGM will be held on Wednesday, the 27th day of September, 2023 at 4:00 p.m. by way of Video Conferencing ("VC")/(OAVM), Kindly take the above on your records.

Thanking you

Yours faithfully,
For Sigachi Laboratories Limited

Lekha Sai Surapaneni

Digitally signed by Lekha Sai Surapaneni
DN: cn=Lekha Sai Surapaneni, o, ou, email=sigachi.kumar@gmail.com, c=IN
Date: 2023.09.04 20:19:08 +05'30'

(Lekha Sai Surapaneni)
Company Secretary

29th
ANNUAL REPORT
2022-2023

SIGACHI LABORATORIES LIMITED

Board of Directors	: 1. Sri. T.R. Sekhar, Executive Director 2. Sri. T. Govardhana Rao, Independent Director 3. Smt. Shilpa Bung, Independent Director 4. Sri. G. Mohan Rao, Independent Director 5. Miss. Sridevi Madati, Independent Director 6. Sri. P. L.V. Subba Rao, Director 7. Sri. T. Adinarayana, Chairman
Key Managerial Personnel	: Ms. Lekha Sai Surapaneni – Company Secretary & Compliance Officer Mr. B. Kumar – Chief Financial Officer.
Registered Office	: S.No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, Sangareddy District, Telangana.
Factories	: Unit - I S.No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, Sangareddy District, Telangana. Unit - II S.No.42, Ali Nagar, Gummadidala Mandal, Sangareddy District, Telangana.
Corporate Office and Place where books of account are maintained	: 402, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500 001.
Auditors	: NSVR & Associates, LLP, Chartered Accountants, Hyderabad - 500 081.
Secretarial Auditors	: P.S. Rao & Associates Company Secretaries Hyderabad - 500 082.
Bankers	: Axis Bank Limited State Bank of India
Registrars & Share Transfer Agents	: Venture Capital and Corporate Investments Private Limited "Aurum" Door No. 4-50/P-II/57/4F & 5F, 4th & 5th Floors, Plot No.57, Jayabheri Enclave Phase – II, Gachibowli, Hyderabad – 500 032. Phone No: 040-23818475 / 35164940. e-mail:investor.relations@vccipl.com Website: www.vccipl.com

NOTICE

NOTICE is hereby given that the Twenty Ninth Annual General Meeting of the Members of SIGACHI LABORATORIES LIMITED will be held on Wednesday, the 27th day of September, 2023 at 4.00 P.M., through Video Conferencing ('VC')/Other Audio Visual Means ('OAVM') facility to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Financial Statements as at 31st March, 2023, together with the Reports of Board of Directors and Auditors' thereon.
2. To appoint a Director in the place of Sri. T. Adinarayana, (DIN: 00917498), who retires by rotation and being eligible, offers himself for reappointment as Director.

SPECIAL BUSINESS

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

   "RESOLVED THAT pursuant to the provisions of Sections 149,152,160 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under, as amended from time to time, and applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mr. P.C. Sai Babu (DIN:10275666) who has submitted his consent to act as Director of the Company and is eligible for appointment as such and in respect of whom the Company has received a notice in writing from a member under Section 160(1) of the Companies Act, 2013 proposing his candidature for the office of Director of the Company, be and is hereby appointed as a Non-Executive and Non Independent Director of the Company, liable to retire by rotation, to hold office from the conclusion of this Annual General Meeting."

By Order of the Board of Directors
for Sigachi Laboratories Limited

(Lekha Sai Surapaneni)
Company Secretary
ACS:57228

Place : Hyderabad
Date : 14.08.2023

NOTICES

1. Ministry of Corporate Affairs ("MCA") vide its General Circular Nos.14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No.20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021, Circular No.19/2021 dated December 08, 2021, Circular No.21/2021 dated December 14, 2021, Circular No. 02/2022 dated May 05, 2022 and Circular No. 10/2022 dated December 28, 2022 ("MCA Circulars") and SEBI Circulars SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022 and SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/001 dated January 5, 2023 has permitted to conduct the Annual General Meeting through video conferencing ("VC") or other audio visual means ("OAVM") up to September 30, 2023. In compliance with the provisions of the Companies Act, 2013 (the 'Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'SEBI Listing Regulations') and MCA Circulars, the AGM of the Company is being held through VC/OAVM. The company has appointed Central Depository Services (India) Limited (CDSL) to provide Video Conferencing (VC)/Other Audio Visual Means (OAVM) facility for the 29th Annual General Meeting and the attendant enablers for conducting of the AGM. The registered office of the Company shall be deemed to be the venue for the AGM. Hence, members can attend and participate in the ensuing AGM through VC/OAVM.

2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars and SEBI Circular through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

3. Institutional/Corporate Shareholders (i.e., other than individuals/HUF, NRI etc.,) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC/OAVM, on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer at the email address ca@mallikarjunrao.co.in and to the Company at the email address viz., sigachilaboratories@yahoo.co.in.

4. Members seeking any information or clarification on the accounts are requested to send queries to the Company, at least one week before the date of the Meeting to enable the Company to keep the information ready at the Meeting.

5. The Register of Members and Share Transfer Books will remain closed from Thursday, 21st September, 2023 to Wednesday, 27th September, 2023 (both days inclusive).

6. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Share Transfer Agents, M/s. Venture Capital and Corporate Investments Private Limited in this regard.

7. The Company's Shares have been listed at Metropolitan Stock Exchange of India Limited and the listing fee has been Paid up to 2023 - 2024

8. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.

9. To support "Green Initiative" Members are advised to register their email address in respect of shares held in physical form to the company or Registrars and Share Transfer Agents of the company. Members who have not yet registered their email addresses are requested to register with concerned depository participant in respect of shares held in demat form to enable the company to serve documents in electronic form.

10. Members may also note that the notice of the 29th Annual General Meeting is available on the Company's website: www.slllab.com. All documents referred to in the accompanying notice and the statement pursuant to Section 102(1) of the Companies Act, 2013 shall be open for inspection by the Members by writing an e-mail to the Company at sigachilaboratories@yahoo.co.in.

11. Pursuant to SEBI Circular No. SEBI/HO/MIRSD/ MIRSDPoD-1/P/CIR/2023/37 dated March 16, 2023, issued in supersession of earlier circulars issued by SEBI bearing nos. SEBI/HO/MIRSD/MIRSDRTAMB/P/CIR/2021/655 and SEBI/HO/ MIRSD/MIRSD RTAMB/ P/CIR/2021/687 dated November 3, 2021 and December 14, 2021, respectively. SEBI has recently mandated furnishing of PAN, KYC details (i.e., Postal Address with Pin Code, email address, mobile number, bank account detail, specimen signature) and nomination details by holders of securities. In case any of the above cited documents/ details are not available in the Folio(s), RTA shall be constrained to freeze such Folio(s) effective from October 01, 2023. In view of the above we urge Members holding shares in physical form to submit the required forms along with the supporting documents on or before September 30, 2023. Members who hold shares in dematerialized form and wish to update their PAN, KYC, Bank Details and Nomination are requested to contact their DPs.

12. Pursuant to Regulation 36(3) of SEBI (LODR) Regulations, 2015 and Secretarial Standard - 2 (SS-2) on General meetings, brief profile of Sri. T. Adinarayana, the director liable to retire by rotation and eligible for reappointment and the brief profile of Sri. P.C.Sai Babu, who is proposed to be appointed as Non Executive and Non Independent Director, at the ensuing AGM is furnished as Annexure to the notice.

    Except Sri.T. Adinarayana, who is proposed to be reappointed as director and who is the father of Sri. T. R. Sekhar, Director of the company, none of the other directors or Key Managerial Personnel of the Company and their relatives are any way concerned or interested in the resolution. The board recommends for the approval of the members to pass the resolution as set out at item No.2 of the Notice as an Ordinary resolution.

    The Board on the recommendation of the Nomination and Remuneration Committee has proposed to appoint Sri. P.C. Sai Babu (DIN:10275666) as a Non Executive and Non Independent Director of the Company, subject to retirement by rotation, at the ensuing Annual General Meeting of the Company. None of the other directors or Key Managerial Personnel of the Company and their relatives are any way concerned or interested in the resolution. The board recommends for the approval of the members to pass the resolution as set out at item No.3 of the Notice as an Ordinary resolution.

13. Since the AGM will be held through VC/OAVM, the Route Map is not annexed in this Notice.

14. In compliance with the MCA Circulars and SEBI Circulars issued from time to time, the Notice of the Annual General Meeting along with the Annual Report for the financial year 2022-2023 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members may note that the Notice of Annual General Meeting and Annual Report for the financial year 2022-2023 will also be available on the Company's website www.slllab.com; and website of the Stock Exchange i.e., Metropolitan Stock Exchange of India Limited at www.msei.in, respectively and the AGM Notice is also available on the website of CDSL https://www.evotingindia.com.

15. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

16. E-Voting

    a. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020, Circular No.20/2020 dated May 05, 2020, Circular No.02/2021 dated

January 13, 2021, Circular No.19/2021 dated December 08, 2021, Circular No.21/2021 dated December 14, 2021,Circular No.02/2022 dated May 05, 2022 and Circular No. 10/2022 dated December 28, 2022 ("MCA Circulars") and SEBI Circulars SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022 and SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/001 dated January 5, 2023 has permitted to conduct the Annual General Meeting through video conferencing ("VC") or other audio visual means ("OAVM") up to September 30, 2023. The forth coming 29th AGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

b. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and various MCA Circulars as mentioned above the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

c. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc., who are allowed to attend the AGM without restriction on account of first come first served basis. The voting rights of members shall be in proportion to their shareholding in the paid up equity share capital of the company as on 20th September, 2023, being the cut-off date.

d. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

e. Pursuant to MCA Circular No.14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the body corporate(s) can attend the AGM through VC/OAVM and cast their votes through e-voting.

f. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website

of the Company at www.slllab.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e., Metropolitan Stock Exchange of India Limited at www.msei.in. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e., www.evotingindia.com.

g. The Board has appointed Mr. N. Mallikarjuna Rao, Chartered Accountant, Partner of M/s. Mallikarjun Rao and Associates, Chartered Accountants, as scrutinizer for conducting the remote e-voting and voting during the Annual General Meeting in a fair and transparent manner.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders' holding shares in physical mode and non-individual shareholders' in demat mode.

i. The voting period begins on Sunday, 24th September, 2023 (9:00 a.m. IST) and ends on Tuesday, 26th September, 2023. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) ie., 20th September, 2023 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/websites of Depositories/Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/ NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL Depository**	1) Users who have opted for CDSL Easi/Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi/Easiest are requested to visit cdsl website www.cdslindia.com and click on login icon & New System Myeasi Tab. 2) After successful login the Easi/Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at cdsl website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in Demat mode with **NSDL Depository**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" Portal or click at https://eservices.nsdl.com/SecureWebIdeasDirectReg.jsp. 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e., your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants (DP)**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no.1800 22 55 33.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30.

Step 2: Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

v. Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

1) The shareholders should log on to the e-voting website www.evotingindia.com.
2) Click on "Shareholders" module.
3) Now enter your User ID
   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4) Next enter the Image Verification as displayed and Click on Login.
5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

vi. After entering these details appropriately, click on “SUBMIT” tab.

vii. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

ix. Click on the EVSN for the relevant Company, Sigachi Laboratories Limited on which you choose to vote.

x. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xi. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.

xii. After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.

xiii. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

xiv. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.

xv. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

xvi. There is also an optional provision to upload Board Resolution /Power of Attorney if any uploaded, which will be made available to scrutinizer for verification.

xvii. Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.

- Non-Individual shareholders (i.e., other than Individuals, HUF, NRI etc.,) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delinked in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/Authority letter etc., together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; sigachilaboratories@yahoo.co.in, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops/IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/ Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least seven days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at sigachilaboratories@yahoo.co.in. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance seven days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at sigachilaboratories @yahoo.co.in. These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.

2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

   If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

General Instructions

1. The Scrutiniser, after scrutinising the votes cast at the meeting and through remote e-voting, unblock the votes cast in the presence of at least two witnesses, not in the employment of the company, not later than two working days of conclusion of the AGM, make a consolidated Scrutiniser's Report of the total votes cast in favour or against, if any, and submit the same to the Chairman or to a person authorized by him in writing.
2. The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.slllab.com and on the website of CDSL i.e., www.evotingindia.com. The Company shall simultaneously forward the results to Metropolitan Sock Exchange of India Limited, where the shares of the Company are listed, within two working days of conclusion of its AGM.
3. Subject to the receipt of requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the Annual General Meeting i.e., on 27th September, 2023.

By Order of the Board of Directors
for Sigachi Laboratories Limited

(Lekha Sai Surapaneni)
Company Secretary
ACS:57228

Place : Hyderabad
Date : 14.08.2023

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013:

Item No. 3

The members may note that the Company has received a Notice in writing from one of its shareholders proposing the candidature of one Mr. P. C. Sai Babu, DIN (10275666), to the office of Director of the Company pursuant to the provisions of Section 160 of the Companies Act, 2013.

The said matter was referred to the Nomination and Remuneration Committee for its evaluation and recommendation thereon. The Nomination and Remuneration Committee considered the said matter and carried out an evaluation of the profile of Mr. P. C. Sai Babu, DIN (10275666) and recommended his appointment to the Board at its meeting held on 14-8-2023.

Accordingly the Board has considered and recommended his appointment as Director of the Company, at its meeting held on 14-08-2023, subject to the approval of the members, at the ensuing AGM. Mr. P.C. Sai Babu is a practicing Chartered Accountant with about 36 years of experience. Earlier he had worked in AP Civil Supplies Corporation Limited and in AP Construction Corporation Limited for about 8 years and thus he is having varied experience. He was a Director of the company earlier during the period from 2001 to 2010.

Mr. P.C. Sai Babu, is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given his consent to act as a Director. None of the other directors or Key Managerial Personnel of the Company and their relatives are any way concerned or interested in the resolution. Hence, the board recommends to the members to pass the resolution as set out at item No.3 of the Notice as an Ordinary resolution, for the approval of the Members.

By Order of the Board of Directors
for Sigachi Laboratories Limited

(Lekha Sai Surapaneni)
Company Secretary
ACS:57228

Place : Hyderabad
Date : 14.08.2023

Annexure

Details of Directors/KMP's seeking appointment and/or re-appointment at the ensuing Annual General Meeting (as per Regulation 36(3) of the SEBI (LODR) Regulations, 2015 and Secretarial Standard – 2 (SS-2).

Particulars	**Name**	**Name**
Name	T.Adinarayana	P.C. Sai Babu
Date of Birth	02/05/1953	10-08-1953
Nationality	Indian	Indian
Age	70 years	70 years
Date of Appointment	20/03/1986	Proposed to be appointed as a Non Executive and Non Independent Director at the ensuing AGM to be held on 27-9-2023. Earlier he was appointed as a Director of the Company on 20-3-2001 and he resigned as Director w.e.f. 1-6-2010.
DIN	00917498	10275666
Experience	He had about 9 Years of experience in A.P. State Financial Corporation, and about 8 years experience as a Chartered Accountant earlier and about 20 years as Managing Director of the Company and resigned as Managing Director during 2018. Since 2018 he is practicing as a Chartered Accountant.	He is a practicing Chartered Accountant with about 36 years of experience. Earlier he had worked in AP Civil Supplies Corporation Limited and in AP Construction Corporation Limited for about 8 years and thus he is having varied experience.
No. of equity shares held in the Company (as on 31st March, 2023)	753530	Nill
Qualifications	B. Com., FCA., ACMA.,ACS., BL., DISA (ICA)., RV (SFA)., FAFD.,	B.Com., FCA.,
Directorships of other Public Companies (excluding Foreign, Private and Section.8 Companies)	Ushakiran Finance Ltd.,	NA
Membership/Chairman ship of Committees of other Public Companies	Member of Stakeholder relationship committee in Ushakiran Finance Ltd.,	NA
Relationships, if any, between Directors inter-se	Father of Mr.T. R. Sekhar, Executive Director of the company.	NA
Remuneration Sought to be paid per annum	--	No Remuneration is payable except sitting fee as fixed by the Board from time to time
Remuneration last drawn per annum	--	NA
Terms and conditions of appointment/reappointment	Liable to retire by rotation	Liable to retire by rotation
Number of board meetings attended during the year	4 out of 5	NA

DIRECTORS' REPORT

To
The Members,
Your Directors have pleasure in presenting the Twenty Nineth Annual Report on the business of your company, together with the Audited Financial Statements of the Company for the year ended 31st March, 2023 along with Auditors' Report thereon.

FINANCIAL HIGHLIGHTS (Rs. in lakhs)

Particulars	2022-2023	2021-2022
Sales/Income from operations	**244.96**	303.78
Profit before Depreciation and Amortization and Tax	**192.12**	254.21
Depreciation and Amortization	**18.88**	16.82
Profit before Tax	**173.24**	237.39
Provision for Taxation:		
Current Tax	**46.45**	39.66
Deferred Tax	**(4.21)**	(1.91)
Profit after Tax	**131.00**	199.64

2. OPERATING RESULTS
Your company has generated total Gross Income of Rs.244.96 lakhs during the financial year 2022-2023 as against Rs.303.78 lakhs during the financial year 2021-2022 and has earned net profit of Rs.131.00 lakhs as against Rs.199.64 lakhs respectively as per IND AS. The Company has leased its two factories with effect from 01-11-2017 with due approvals. The Company has provided Demand Loans/(ICDs) to various parties, the company is regularly receiving the interest and there are no overdue loans/(ICDs).

3. DIVIDEND
With a view to conserve resources for long term needs of the Company, your directors do not recommend any dividend for the Financial Year 2022-2023.

4. TRANSFER TO RESERVE
The Company did not transfer any amount to the General Reserve for the Financial Year ended 31st March, 2023.

5. CHANGE IN THE NATURE OF BUSINESS
During the year under review, there has been no change in the nature of business of the Company.

6. CHANGES IN THE SHARE CAPITAL
The paid up share capital of the company as on 31st March, 2023 is Rs.6,75,31,000/- consisting of 67,53,100 Equity Shares of Rs.10/- each. During the year under review, the company has not issued any fresh shares.

7. DIRECTORS

During the year under review, Sri. T. Adinarayana, Director will retire at the ensuing Annual General Meeting and being eligible offers himself for re-appointment and the Board recommends his reappointment. The Board on the recommendation of the Nomination and Remuneration Committee approved and recommended the appointment of Sri. P.C. Sai Babu (DIN: 10275666) as Non Executive and Non Independent Director of the Company, liable to retire by rotation, subject to the approval of the members at the ensuing AGM.

Sri. PLV. Subba Rao, Non Executive and Non Independent Director of the Company, liable to retire by rotation, has not sought for reappointment as Director and he will vacate office at the ensuing AGM.

All the Independent Directors of your Company have given declarations under Section 149 (7) of the Companies Act, 2013, that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and the Rules made there under and also as per applicable regulations of the SEBI (LODR) Regulations, 2015. Further, they have also confirmed that they are not aware of any circumstances or situations, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge the duties with an independent judgment and without any external influence.

None of the Directors are disqualified from being appointed or holding office as Directors, as stipulated under Section 164 of the Companies Act, 2013.

8. BOARD MEETINGS

During the financial year 2022-2023, Five Board Meetings were properly convened and held on 30th May, 2022, 13th August, 2022, 4th November, 2022, 14th February, 2023 and 31st March, 2023. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015.

9. BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of the Board and has carried out the annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and all other committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of your Company and its minority shareholders etc., The performance evaluation of the Independent Directors was carried out by the entire Board, excluding the Independent Director being evaluated.

In a separate meeting of Independent Directors, performance of Non-Independent Directors, the Board as a whole and the Chairman of your Company was evaluated, taking into account the views of the Executive Director and Non-Executive Directors. The Nomination and Remuneration Committee reviewed the performance of individual directors on the basis of criteria such as the contribution of the individual director to the Board and Committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings etc.,

10. FAMILIARIZATION PROGRAMMES IMPARTED TO INDEPENDENT DIRECTORS

The Members of the Board have been provided opportunities to familiarize themselves with the Company, its Management and its operations. All the Independent Directors of the Company are made aware of their roles and responsibilities at the time of their appointment through a formal letter of appointment, which also stipulates various terms and conditions of their engagement. Manager and Senior Management provide an overview of the operations and familiarize the Directors with matters related to the Company's values and commitments. They are also introduced to the organization structure, constitution of various committees, board procedures etc.,

11. KEY MANAGERIAL PERSONNEL

The Board designated Sri. T.R. Sekhar, Whole Time Director in the designation and capacity of Executive Director, Sri. B. Kumar, Chief Financial Officer and Miss. Lekha Sai Surapaneni, Company Secretary and Compliance Officer, as Key Managerial personnel of the Company under the provisions of the Companies Act, 2013. During the year under review, there are no changes in the Key Managerial personnel of the Company.

12. NAMES OF THE COMPANIES WHICH HAVE BECOME/CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES DURING THE YEAR

The Company did not have any subsidiaries, associates or joint ventures during the year.

13. FIXED DEPOSITS

The Company has not accepted any Fixed Deposits and as such no principal or interest was outstanding as on the date of the balance sheet.

14. SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant material orders passed by the regulators or courts which would impact going concern status and its operations in future.

15. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Company has in place proper and adequate internal control systems commensurate with the nature of its business and size and complexity of its operations. Internal control systems comprising of policies and procedures designed to ensure reliability of financial reporting, timely feedback, compliance with policies, procedures, applicable laws and regulations. The Company is following all the applicable Accounting Standards (Ind As) for properly maintaining the books of accounts and reporting financial statements. The Audit committee actively reviews the adequacy and effectiveness of the Internal Financial control and suggests the improvements for the same.

16. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements under Section 134 (3) (c) and read with Section 134 (5) of the Companies Act, 2013, in respect of Directors' responsibility statement, Your Directors state that:

(i) In the preparation of the annual accounts for the financial year ended 31st March, 2023, the applicable accounting standards have been followed along with proper explanation relating to material departures;

(ii) Appropriate accounting policies had been selected 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 31st March, 2023 and of the Profit and Loss of the Company for that period;

(iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) The annual accounts have been prepared on a going concern basis;

(v) Internal financial controls have been laid down to be followed by the company and that such internal financial controls are adequate and were operating effectively, and

(vi) That proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

17. AUDITORS

M/s. NSVR & Associates LLP, Chartered Accountants, Hyderabad (ICAI Firm Registration No. 008801S/S200060), were appointed as statutory auditors of the Company for a period of 5 years at the 28th Annual General Meeting held on 28th September, 2022, till the conclusion of 33rd Annual General Meeting.

The Statutory Auditors' were present in the last AGM held on 28th September, 2022.

18. AUDITORS' REPORT

There are no qualifications or adverse remarks made by M/s. NSVR & Associates LLP, Chartered Accountants, Statutory Auditors' in their report for the Financial Year ended 31st March, 2023.

The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under sub-section (12) of section 143 of the Companies Act, 2013, during the year under review.

19. SECRETARIAL AUDITORS

Pursuant to the provisions of section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed M/s. P.S. Rao & Associates, a firm of Practicing Company Secretaries to undertake the Secretarial Audit of the Company. The Secretarial Audit report for the financial year 2022-2023 is annexed herewith as Annexure - I to this Report.

20. SECRETARIAL AUDIT REPORT

There are no qualifications, reservations or adverse remarks made by M/s. P.S. Rao & Associates, Practicing Company Secretaries in their report for the financial year ended 31st March, 2023.

21. INTERNAL AUDITORS

The Board on the recommendations of the Audit Committee has appointed M/s. Suresh and Babu, Chartered Accountants as internal auditors of the Company. The Internal Auditors are submitting the reports on quarterly basis.

22. AUDIT COMMITTEE

The audit committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015 read with Section 177 of the Companies Act, 2013.

The following is the composition of Audit Committee as at 31st March, 2023:

1. Sri. T. Govardhana Rao, Chairman
2. Smt. Shilpa Bung
3. Sri. T. Adinarayana
4. Sri. G. Mohan Rao

All the recommendations made by the Audit Committee of the Company have been considered and accepted by the Board of Directors of the Company.

23. NOMINATION AND REMUNERATION COMMITTEE

The following is the constitution of Nomination and Remuneration Committee as at 31st March, 2023:

1. Sri. T. Govardhana Rao, Chairman
2. Smt. Shilpa Bung
3. Sri. P.L.V. Subba Rao
4. Ms. Sridevi Madati

The Nomination and Remuneration Committee has been constituted to recommend a policy of the company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of director and other matters and to frame proper systems for identification, appointment of Directors and KMPs, payment of remuneration to them and evaluation of their performance and to recommend the same to the board from time to time and any other function as may be mandated by the Board or stipulated by the Companies Act, 2013, SEBI, Stock Exchanges or any other regulatory authorities from time to time. The policy is also posted on the company's website www.slllab.com.

24. STAKE HOLDERS RELATIONSHIP COMMITTEE

The following is the composition of Stake Holders Relationship Committee as at 31st March, 2023:

1. Sri. T. Govardhana Rao, Chairman
2. Smt. Shilpa Bung
3. Sri. T. Adinarayana

The Committee focuses on shareholders' grievances and strengthening of investor relations. The committee looks after the services of the Registrars and share transfer agents and recommends measures for providing efficient services to investors. The Committee specifically looks into investor complaints like transfer/ transmission/transposition of shares and other related issues. There were no complaints pending for redressal as at 31st March, 2023.

25. CORPORATE SOCIAL RESPONSIBILITY

The Company was not required to constitute Corporate Social Responsibility (CSR) Committee as the company has not met any of the thresholds mentioned in section 135 of the Companies Act, 2013 during the financial year under review. Hence reporting about the policy on Corporate Social Responsibility and initiatives taken are not applicable to the company.

26. MEETING OF INDEPENDENT DIRECTORS

The Independent Directors of the company have met separately on 31st March, 2023 inter-alia, reviewed the performance of the Chairman, Executive Director and Non Independent Directors. The Independent Directors in the said meeting also assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board to effectively and reasonably perform its duties.

27. RISK MANAGEMENT POLICY

The Company has developed and is implementing a risk management policy which includes the identification of risk, governance of risk and assessment and control of risk. The risks have been prioritized through a company-wide exercise. Members of senior management have undertaken the ownership and are working on mitigating the same through co-ordination among the various departments and insurance coverage.

28. VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES OF THE COMPANY

Pursuant to the applicable provisions of the Companies Act, 2013 and applicable Regulations of SEBI (LODR) Regulations, 2015, a Vigil Mechanism for directors and employees to report genuine concerns has been established.

The Company has a Whistle Blower Policy to deal with instances of fraud and mismanagement, if any in the Company. The Vigil Mechanism/Whistle Blower policy may be accessed on the Company's website at www.slllab.com.

29. OBLIGATION OF COMPANY UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

Your Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The policy aims to provide protection to employees at the work place and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where employees feel secure.

During the financial year 2022-2023, the Company has not received any complaint of sexual harassment against any employees of the Company.

30. ANNUAL RETURN

As required pursuant to Section 92(3) read with section 134 (4)(a) of the Companies Act, 2013, a copy of the Annual Return of the Company has been placed on the Website of the Company at www.slllab.com.

31. RELATED PARTY TRANSACTIONS

As a matter of policy, your company carries out transactions with related parties on an arms-length basis. Disclosures as required under form AOC-2 are annexed as Annexure – II and also contained in Notes to Financial Statements. There are no materially significant related party transactions made by the company with promoters, directors, key managerial personnel which may have a potential conflict with the interests of the company at large, except payment of remuneration to Key Managerial Personnel. The policy on the related party transactions is also posted at the Company's website www.slllab.com.

32. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Details of Loans, Guarantees and Investments covered under the provisions of Sec.186 of the Companies Act, 2013 are given in the notes to the Financial Statements.

33. LISTING OF EQUITY SHARES

Your company shares are listed with the Metropolitan Sock Exchange of India Limited. The listing fee has been paid for the financial year 2023-2024.

34. INSIDER TRADING REGULATIONS

The Company has adopted an 'Internal Code of Conduct' for Regulating, Monitoring and Reporting of Trades by Insiders ("the Code") in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 (The PIT Regulations).

The Code is applicable to all Directors and such Designated Employees and other connected persons who are expected to have access to unpublished price sensitive information relating to the Company. The Company Secretary is the Compliance Officer for monitoring adherence to the SEBI (Prohibition of Insider Trading) Regulations, 2015.

The Company has also formulated 'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)' in compliance with the PIT Regulations. This Code is displayed on the Company's website viz., www.slllab.com.

35. DECLARATION OF COMPLIANCE OF CODE OF CONDUCT

The Company has adopted a Code of Business Conduct (the Code) which applies to all the employees and Directors of the Company. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards and that the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2022-2023. A Declaration in this regard is annexed as Annexure III.

36. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report, pursuant to Regulation 34 (2) of SEBI (LODR) Regulations, 2015 a Report on Management Discussion and Analysis is annexed as Annexure-IV.

37. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUT GO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed as Annexure-V to this report.

38. PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the company is annexed as Annexure-VI.

In terms of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company does not have any employee who is employed throughout the financial year and in receipt of remuneration of Rs.102 Lakhs or more, or employees who are employed for a part of the year and in receipt of Rs.8.50 Lakhs or more per month.

39. CORPORATE GOVERNANCE

Pursuant to Regulation 34 read with Schedule V of SEBI (LODR) Regulations, 2015, a report on Corporate Governance is annexed as Annexure-VII.

40. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, affecting the financial position of the company which occurred during and between the end of the financial year to which the financial statements relate and the date of this report.

41. MAINTENANCE OF COST RECORDS

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

42. SECRETARIAL STANDARDS

Your Company complies with all applicable mandatory Secretarial Standards issued by the Institute of Company Secretaries of India.

43. 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

No application was made or any proceedings pending under the IBC, 2016 during the year ended on 31st March, 2023.

44. 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

Not Applicable

45. ACKNOWLEDGEMENTS

Your Directors gratefully acknowledge the continued assistance and co-operation extended by various Government Authorities, SEBI, Stock Exchange, other regulatory authorities and bankers. The Board expresses its appreciation of the understanding, dedication and support extended by the employees of the Company. Your Directors also sincerely acknowledge the confidence and faith reposed by the shareholders in the Company.

for and on behalf of the Board

(T. Adinarayana)
Chairman
DIN:00917498

Place : Hyderabad
Date : 14.08.2023

Annexure - I

P.S. RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2,
Ishwarya Nilayam,
Opp: Sai Baba Temple,
Dwarakapuri Colony,
Panjagutta, Hyderabad-500082.

SECRETARIAL AUDIT REPORT

For the Financial Year ended on March 31, 2023

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
Sigachi Laboratories Limited
S.No. 530 & 534,Temple Road,
Bonthapally Village, Jinnaram Mandal,
Medak Dist, Telangana – 502313.

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

Based on our verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2023 according to the provisions of:

i. The Companies Act, 2013 (the Act) and the rules made thereunder.

ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder.

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder.

iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment. **(Not applicable to the company during the audit period).**

v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the Company during the audit period)**.

(d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(Not applicable to the Company during the audit period)**.

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2018 **(Not applicable to the Company during the audit period)**.

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client.

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the audit period)** and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Not applicable to the Company during the audit period)**.

(i) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

vi. Other specifically applicable laws to the Company:

* Drugs and Cosmetics Act, 1940 and Drugs and Cosmetics Rules, 1945 made there under.
* The Narcotics, Drugs & Psychotropic Substances Act, 1985.
* The Water (Prevention and Control of Pollution) Act, 1974.
* Air (Prevention and Control of Pollution) Act, 1981.
* Petroleum Rules, 2002.
* The Micro, Small and Medium Enterprises Development Act, 2006.
* Essential Commodities Act, 1955.

We have also examined compliance with the applicable clauses Secretarial Standards issued by the institute of Company Secretaries of India.

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

We further report that:

* The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
* Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
* All the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that

* There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
* There were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs except mentioned above.

For **P. S. Rao & Associates**
Company Secretaries

MB Suneel
Company Secretary
ACS No: 31197; C.P.No.14449
PR No.710/2020
ICSI Unique Code: P2001TL078000
UDIN: A031197E000485772

Place : Hyderabad
Date : 30.05.2023

Note: This report is to be read with our letter of even date which is annexed as '**Annexure A'** and forms an integral part of this report.

Annexure A

To
The Members
Sigachi Laboratories Limited
S.No. 530 & 534,Temple Road,
Bonthapally Village, Jinnaram Mandal,
Medak Dist, Telangana – 502313.

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

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

For **P. S. Rao & Associates**
Company Secretaries

MB Suneel
Company Secretary
ACS No: 31197; C.P.No.14449
PR No.710/2020
ICSI Unique Code: P2001TL078000
UDIN: A031197E000485772

Place : Hyderabad
Date : 30.05.2023

Annexure – II

FORM NO. AOC – 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8 (2) of the Companies (Accounts) Rules, 2014]

Form for Disclosure of particulars of Contracts/Arrangements entered into by the Company with the related parties referred to in sec.188 of the Companies Act, 2013.

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

(Rs. in lakhs)

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ Transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Dates of approval by the Board, if any	Amount
T. R. Sekhar, Executive Director	Remuneration & Perquisites	3 years w.e.f. 11-6-2021	N.A.	11-06-2021	17.26
Lekha Sai Surapaneni, Company Secretary	Remuneration & Perquisites	Regular Employee	N.A.	11-03-2020	3.00
B. Kumar, Chief Financial Officer	Remuneration & Perquisites	Regular Employee	N.A.	13-08-2022	3.38

Thus other than payment of remuneration to the Key Managerial Personnel amounting to **Rs.23.64** lakhs(Rs.21.92 lakhs) and sitting fee to non executive directors there are no other contracts or arrangements with the related parties.

Annexure - III

DECLARATION OF CODE OF CONDUCT

The Company has adopted a Code Conduct (the Code) which applies to all the employees and Directors of the Company, as provided under Regulation 26 (3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Under the Code, it is the responsibility of all the employees and directors to familiarize themselves with the code and comply with its standards.

I hereby confirm that the Board of Directors and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year 2022-2023.

For Sigachi Laboratories Limited

(T. R. Sekhar)
Executive Director
DIN: 02943146

Place : Hyderabad
Date : 14.08.2023

ANNEXURE - IV

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS:

As per studies by FICCI, the global pharmaceutical industry is estimated to reach a value of USD 1 trillion by 2023. Supply chain disruptions and the repeated lockdowns in China have all led to rising prices of raw materials, viz. active pharmaceutical ingredients (APIs), key starting materials (KSMs) and other essential inputs. According to the Indian Economic Survey 2023, the Indian pharmaceutical market is expected to triple in the coming decade. India, Asia's third-largest economy, showed resilience despite growth moderation in H2 FY 2023. It remains one of the fastest growing economies, surpassing China in population. Average economic growth was around 6.9%.

OPPORTUNITIES AND THREATS:

Opportunities:

While witnessing collaboration and adapting innovative approaches and migrating from pre- to post-pandemic era, across the world, the industry has been delivering quality medicines continuously. Both the domestic and the global pharmaceutical markets present good opportunities for the Indian industry including immense potential of outsourcing contracted business. Other opportunities include: good scope for innovations, Investment in disruptive technology companies, Leveraging the patent prospects, More exposure to international territories and extending footprints in under penetrated markets, Demographic potential – low cost-efficient skilled labour, availability of Technical and technological expertise, cost-effective manufacturing setup etc.,

Threats:

Potential fresh outbreaks of the pandemic across the world and subsequent disruption in economic activities may impact economic growth across countries and could indirectly impact pharmaceutical consumption. Threats like, absence of stable pricing and policy environment affecting investment decisions, dependence on imports for intermediates, quality compliance levels as compared to developed economies, emergence of new hubs for generic drug manufacturing etc.,

Segment–wise or product-wise performance:

The company has furnished segment wise performance in the notes to the financial statements for the year ended 31st March, 2023.

Outlook:

The Company has leased out its two factories from 1-11-2017. Thus the company is dependent on lease rentals from only one party.

Risks and concerns:

During the last two to three years, nations and economies across the world suffered losses and challenges due to the Covid-19 pandemic putting huge pressure on healthcare infrastructure. Further Untamed inflation tops the list of concerns in FY 2024. Navigating through a path of gradually falling inflation from threatening high levels, in nations outside the US, is terminating into higher input costs and other inter-linked challenges. Untamed inflation tops the list of concerns in FY 2024.

Internal Control Systems and Adequacy:

A strong internal control framework is among the important pillars of corporate governance and the Company strives to enhance it consistently. It helps to ensure accuracy, completeness and reliability in financial statements. Your company has in place adequate internal financial control system. The Company's internal control systems, including internal financial controls, are commensurate with the nature of its business and the size and complexity of its operations and same are adequate and operating effectively. The Audit Committee reviews adequacy and effectiveness of the Company's internal control system including internal financial control. The Company has put in place enhanced risk-based supervision systems and ensures continuous monitoring. Your company has taken proper care for the maintenance of adequate accounting records as required by various statutes.

Financial Performance:

The Company has generated total Gross Income of Rs.244.96 lakhs during the financial year 2022-2023 as against Rs.303.78 lakhs during the financial year 2021-2022 and has earned net profit of Rs.131.00 lakhs as against Rs.199.64 lakhs respectively as per Ind AS.

Human Resources:

We consider employees as an integral part of our operations and we put in place appropriate feedback process and upgradation of skills in their functional areas. Employee relations are affable and harmonious with safe and healthy working environment and all-round contribution and participation in the growth. The current activities of the company may not require significant human resource, however to the extent possible requisite personnel have been engaged to take care of organization need of human resources. Accordingly, your company attributes importance to human resource development activities.

Details of Key Financial Ratios:

Sl. No.	Particulars	As at 31.3.2023	As at 31.3.2022	% Change
1	Debtors Turnover(Lease rents/Debtors)	15.44	7.71	100.26
2	Inventory Turnover	NA	NA	NA
3	Interest Coverage Ratio	NA	NA	NA
4	Current Ratio(Current Assets/Current Liabilities)	69.21	53.56	29.23
5	Debt Equity Ratio	NA	NA	NA
6	Operating Profit Margin (%)(PBIT/Total Revenue)	70.72	78.15	(9.51)
7	Net Profit Margin (%)(Net Profit/Total Revenue)	53.48	65.72	(18.63)
8	Return on Net Worth (%)(Net Profit/Net Worth)	4.26	6.71	(36.51)

Reasons for changes in more than 25%:

1. The increase in Debtors Turnover ratio of 100.26% is due to faster realization of Trade Receivables.

2. The increase in Current ratio of 29.23% is due to improvement in the current assets, on account of faster realization of trade receivables.

3. The decrease of 36.51% on Return on Net worth is due to decrease in the fair value gains.

Cautionary statement:

The statements in this Management Discussion and Analysis describing the Company's objects, projections, estimates, expectations may be construed as "forward-looking" statements within the meaning of applicable securities laws and regulations and such forward looking statements involve risks and uncertainties. Actual results may differ from those expressed or implied. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise. Readers are cautioned not to place undue reliance on these forward looking statements.

Annexure – V

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo:

Information as per Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules, 2014 for the financial year ended 31st March, 2023:

A) CONSERVATION OF ENERGY:

i) Steps taken or impact on conservation of energy:

The Company is conscious of the need to conserve energy and is taking steps to save energy and appropriate measures are being taken for energy conservation.

ii) Steps taken by the Company for utilizing alternate sources of energy:

Your company is having multi fuel Boiler at one of its factories and is capable of utilizing alternative sources of energy.

iii) Capital invested on energy conservation equipment: NIL

B) TECHNOLOGY ABSORPTION:

There is no new technology absorption during the year:

	2022-2023	2021-2022
Expenditure incurred on Research and Development:	**Nil**	Nil

C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

	2022-2023	2021-2022
i) Foreign Exchange earnings :	**Nil**	Nil
ii) Foreign Exchange out go :	**Nil**	Nil

Annexure - VI

Disclosure as per Section 197 of The Companies Act, 2013 and Rule 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

(Rs. in lakhs)

Name	Age (years)	Qualifi cations	Designation	Date of Commence-ment of employment	Experience (years)	Gross Remune-ra-tion (CTC)	Previous Employment	Previous Designation
T.R. Sekhar	40	B.E., MS (USA).,	Executive Director	11-6-2018	12	17.26	Krishnasai Granites (India) Private Limited	Business Develop-ment Manager
B. Kumar	42	B. Com.,	CFO	01-10-2014	15	3.38	Kids Fun Pvt Ltd.,	Accountant
Lekha Sai Surapaneni	29	B.Com., ACS.,	Company Secretary and Compliance Officer	11-03-2020	4	3.00	NA	NA

i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year:

Name of Director	Ratio
T.R. Sekhar	12.25
Sridevi Madati	0.09
T. Govardhana Rao	0.09
P.L.V. Subba Rao	0.09
G. Mohan Rao	0.09
Shilpa Bung	0.09

ii) The percentage increase in the remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

Name of Director/KMP	Designation	% of increase
T.R. Sekhar	Executive Director	9.28%
T. Govardhana Rao	Non Executive & Independent Director	NIL
Shilpa Bung	Non Executive & Independent Director	NIL
G. Mohan Rao	Non Executive & Independent Director	NIL
Sridevi Madati	Non Executive & Independent Director	NIL
P.L.V. Subba Rao	Non Executive & Non Independent Director	NIL
Lekha Sai Surapaneni	Company Secretary	NIL
B. Kumar	Chief Financial Officer	8.12%

Sri. T.R. Sekhar had been reappointed by the members of the company at the 27th AGM held on 24.9.2021.

iii) There is decrease of 26.86% (excluding Executive Director) in the median remuneration of the employees in the financial year 2022-2023.

iv) The number of permanent employees on the rolls of the company are 8 as on 31st March, 2023.

v) Average percentile increase already made in the salaries of the employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average percentage increase in salaries of employees, other than managerial personnel during the Financial Year 2022-2023 is around 0.97% and there is an increase of 7.84% in the managerial remuneration (KMPs) for the said Financial Year. The increase in the remuneration of employees other than managerial personnel was due to annual increments of the employees and the increase in the remuneration is reasonable. The remuneration of managerial personnel is as per the provisions of the Companies Act, 2013 and the increase in the remuneration of managerial personnel was due to annual increments and revised salaries of the managerial personnel and taking into account the absolute salaries paid, the increase in remuneration of KMPs is reasonable.

vi) Affirmation that the remuneration is as per the remuneration policy of the company: Yes - the remuneration is as per the Remuneration Policy of the Company.

A) Top 10 Employees in terms of remuneration:

Name	Age (years)	Qualifications and experience of employee	Designation	Date of commence-ment of employment	Nature of employment	Remuneration (Rs. in lakhs) Per Annum	Previous Employment	Relative of Director, If any	% of Shareholding
T. R. Sekhar	40	B.E., MS (USA). & 12 years	Executive Director	11-6-2018	Regular Employee	17.26	Krishna Sai Granites (India) Private Ltd.,	Son of Sri. T. Adinarayana, Director	0.46
Ch. V. Uma maheswara Rao	66	ITI & 39 years	Maintenance Manager	1-6-2020	Regular Employee	5.70	Sigachi Laboratories Ltd.,	—	—
Lekha Sai Surapaneni	29	B. Com., ACS., & 3 years	Company Secretary& Compliance officer	11-3-2020	Regular Employee	3.00	NA	—	—
B. Kumar	42	B.Com.,& 15 years	Chief Financial Officer	1-10-2014	Regular Employee	3.38	Kids fun Pvt Ltd.,	—	100 shares
K. Narayana Rao*	25	SSC & 2 years	Driver	4-12-2019	Regular Employee	0.50	NA	—	—
T. Soundarya	28	M. Com., & 3 years	Office Assistant	2-3-2020	Regular Employee	0.84	NA	—	—
A. Naresh	35	- & 3 years	Office Attender	1-08-2020	Regular Employee	1.21	NA	—	—
K. Rashmitha	28	B. Com., & 3 years	Office Assistant	1-08-2020	Regular Employee	1.05	Ushakiran Finance Ltd.,	—	—
M. Shankar*	51	7th Class	Driver	09.07.2022	Regular Employee	1.61	worked as a driver to an individual	—	—

* worked for a part of the year.

There is no employee who is drawing annual salary of Rs.102 lakhs and more and monthly salary of Rs.8.5 lakhs and more.

Annexure – VII

REPORT ON CORPORATE GOVERNANCE

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Sigachi Laboratories Limited's ("the Company") Corporate Governance philosophy stems from the belief that Corporate Governance is a key element in improving efficiency and growth as well as enhancing investor confidence. Company also believes that Corporate Governance goes beyond regulatory requirement, and has laid strong emphasis on transparency, accountability, responsibility, fairness, integrity, consistent value systems and delegation across all of its operations.

The Company believe in complying with the spirit of the law and not just the letter of the law. We follow the policy of continual disclosure of accurate financial and governance information to ensure investors awareness and protection. The Company has also adopted Code of Conduct for the Board of Directors and other Senior Level Management and also Whistle Blower Policy to enable the employees and Directors to report their concerns directly to the Chairman of the Audit Committee. The Company adopts a business process which is aimed at enhancing an organization's wealth while being committed to high ethical values and conduct.

GOVERNANCE STRUCTURE

The Corporate Governance structure of the Company is as follows:

1) BOARD OF DIRECTORS

The composition of Board of directors of the company is in consonance with the requirements of Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. As at March 31, 2023, the Company's Board of Directors consists of Seven directors, out of which Four are Independent Directors. The directors of the Company do not serve as Independent Director in more than seven Listed Companies or in case he/she is serving as a whole-time director in any listed Company, does not hold such position in more than three listed Companies, in compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

COMPOSITION AND CATEGORY OF DIRECTORS

Name of Director	Category	Designation	No. of shares held in the Company (%)	Names of the Listed companies holding directorship & category of such directorship held
T. Adinarayana	Promoter-Non Executive	Non Executive Director	7,53,530 (11.16%)	Ushakiran Finance Limited (Non Executive Director)
T. R. Sekhar	Promoter-Executive	Executive Director	31,200 (0.46%)	Ushakiran Finance Limited (Non Executive Director)
P.L.V. Subba Rao	Non Executive	Non Executive Director	NIL	NIL
T.Govardhana Rao	Non Executive	Independent Director	NIL	NIL
G. Mohan Rao	Non Executive	Independent Director	NIL	NIL
Shilpa Bung	Non Executive	Independent Director	NIL	NIL
Sridevi Madati	Non Executive	Independent Director	NIL	Danlaw Technologies India Limited (Non Executive Director) TGV SRAAC LIMITED (Independent Director)

In terms of Regulation 25(8) of SEBI Listing Regulations, Independent Directors have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the management. Further, the Independent Directors have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

Details of Directors proposed for Re-Appointment at the Annual General Meeting

(i) Sri. T. Adinarayana shall retire by rotation and being eligible, offers himself for re-appointment. It is proposed to appoint Sri. P.C. Sai Babu, as Non Executive and Non Independent Director liable to retire by rotation at the ensuing AGM. The Nomination and Remuneration Committee recommended and the Board considered and approved his appointment as Director of the Company, at its respective meetings held on 14-08-2023, subject to the approval of the members, at the ensuing AGM.

Sri. PLV.Subba Rao, Non Executive and Non Independent Director of the Company, liable to retire by rotation, has not sought for reappointment as Director and he will vacate office at the ensuing AGM.

2) Selection criteria of Board Members

The Nomination and Remuneration Committee in accordance with the Company's Policy for determining the qualifications, positive attributes and independence of director and the requirements of the skill-sets on the Board considers persons having an independent standing in their respective field and who can effectively contribute to the Company's business, for appointment of new Directors on the Board. The Nomination and Remuneration Committee works with the Board to determine the appropriate characteristics, skills and experience required for the Board as a whole and for individual member.

3) Core Skill/ Expertise/Competencies, identified by the Board of Directors

The Company requires skills, expertise and competencies in the areas of strategy, finance, accounting, legal and regulatory matters, the environment, sustainability and operations of the Company's businesses to efficiently carry on its core businesses.

The Board comprises of qualified members who bring in the required skills, expertise and competence as mentioned above which allow them to make effective contributions to the Board and its committees. The members of the Board are committed to ensure that the Company is in compliance with the standards of corporate governance.

List of skills/competencies required in Relation to business operations	Names of Directors having such skills/ competencies
Finance, Law, Management, Administration	Sri. T. Adinarayana, Sri. G. Mohan Rao, Ms. Sridevi Madati
Technical knowledge on operations	Sri. T. R. Sekhar
Corporate Governance, Strategic Management	Smt. Shilpa Bung, Sri. T. Govardhana Rao, Sri. P.L.V. Subba Rao, Ms. Sridevi Madati

The current composition of your Company's Board includes directors with industry experience and has the requisite skills and experience mentioned above.

4) Relationship among Directors

Sri. T. Adinarayana, Director is the father of Sri. T.R. Sekhar, Executive Director and thus are related to each other. Further, none of the other directors are related to each other.

5) Details of attendance of Directors at the AGM, Board Meetings with particulars of their Directorship and Chairmanship/Membership of Board/Committees in other Public/Listed Companies are as under

Name	Attendance in the Board meetings		Attendance at AGM held on 28th September 2022	In other Public Companies		
				Directorships	Committee	
	Held	Present			Membership	Chairman
T. Adinarayana	5	4	Yes	1	1	0
T. R. Sekhar	5	5	Yes	1	2	0
T. Govardhana Rao	5	5	Yes	0	0	0
P.L.V. Subba Rao	5	1	Yes	0	0	0
G. Mohan Rao	5	5	Yes	0	0	0
Shilpa Bung	5	5	Yes	0	0	0
Sridevi Madati	5	5	Yes	2	5	1

The Directorships held by Directors in other Companies, as mentioned above do not include Directorships in Foreign Companies, Companies registered under Section 8 of the Companies Act, 2013 and Private Limited Companies.

None of the Directors on the Board holds directorships in more than ten public companies. None of the Independent Directors serves as an independent director on more than seven listed entities. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2023 have been made by the Directors. None of the Directors on the Board is a member on more than 10 Committees and Chairman of more than 5 Committees across all the companies in which they are directors.

None of the Independent Directors are Promoters or related to Promoters. They do not have pecuniary relationship with the Company and further do not hold two percent or more of the total voting power of the Company. None of the Independent Directors of the Company is a non-independent Director of another Company on the Board of which any non-independent Director of the listed entity is an independent Director.

In the opinion of the Board, all the Independent directors fulfill the conditions specified in the Companies Act, 2013, including amendments there under and SEBI Listing Regulations, 2015, as amended from time to time, and are independent of the management.

6) DATES OF BOARD MEETINGS

The Board met 5 times during the financial year 2022-2023 on the following dates:

Date	Board Strength	No. of Directors Present
30.05.2022	7	5
13.08.2022	7	6
04.11.2022	7	6
14.02.2023	7	7
31.03.2023	7	6

7) Committees of the Board

Currently, there are 3 Board Committees – The Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee. The terms of reference of the Board Committees are determined by the Board from time to time. Meetings of each Board, Committee are convened by the Chairman of the respective Committees. The role and composition of these Committees, including the number of meetings held during the financial year and the related attendance are provided below:

8) Audit Committee

The Company has a Audit Committee comprising of three Independent Directors and one Non-Executive Director, constituted in accordance with Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013. The Committee is empowered with the powers as prescribed under the said Regulation 18 and Section 177 of the Companies Act, 2013. The Committee also acts in terms of reference and directions if any, as given by the Board from time to time.

Details on composition of the Audit Committee and the attendance by each Member of the Audit Committee are as under

Name of the Member	Category	No. of Meetings held during the Year	No. of meetings Attended
T. Govardhana Rao	Independent Director	6	6
G. Mohan Rao	Independent Director	6	6
Shilpa Bung	Independent Director	6	6
T. Adinarayana	Promoter- Non Executive	6	5

All the members of the Audit Committee are financially literate and have expertise in accounting/ financial management. The Company Secretary of the Company acts as the Secretary of the said Committee.

Terms of Reference

The terms of reference of the Audit Committee is as per the guidelines set out in the Regulation 18 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013. The Committee is mainly responsible for:

Role of the Audit Committee includes:

1. Oversight of Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to:

i) Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013.

ii) Changes, if any, in accounting policies and practices and reasons for the same.

iii) Major accounting entries involving estimates based on the exercise of judgment by management.

iv) Significant adjustments made in the financial statements arising out of audit findings.

v) Compliance with listing and other legal requirements relating to financial statements.

vi) Disclosure of any related party transactions.

vii) Review of draft Auditors Report, in particular qualifications / remarks / observations made by the Auditors on the financial statements.

viii) Management Discussion and Analysis of financial conditions and result of operations.

3. Monitoring of the Company's financial reporting process, disclosure of its financial information and to ensure the correctness & credibility of the financial statements;
4. Recommending the appointment, remuneration and terms of appointment of statutory, internal auditors of the Company;
5. Reviewing with the Management, the quarterly and annual financial statements/results and auditor's report thereon before submission to the board for its approval;
6. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
7. Reviewing and providing its recommendations to the board w.r.t., transactions of the Company with related parties;
8. Evaluation of internal financial controls and risk management systems;
9. Reviewing with the Management, performance of statutory and internal auditors and the adequacy of the internal control systems;
10. Reviewing the risk management policies, practices and the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
11. Discussing with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any areas of concern;
12. Scrutiny of inter-corporate loans and investments: and,
13. Reviewing the functioning of the Whistle Blower mechanism.

9) Meetings of Audit Committee

The Audit Committee met Six times during the year 2022-2023. The said committee met at the following dates.

Date	Committee Strength	No. of Directors Present
14.05.2022	4	4
30.05.2022	4	3
13.08.2022	4	4
04.11.2022	4	4
14-02-2023	4	4
31-03-2023	4	4

10) Nomination and Remuneration Committee

The Nomination and Remuneration Committee has been formed in compliance of Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013 comprising of Three Independent Directors and one Non-Executive Director.

11) Details on composition of the Nomination and Remuneration Committee and the attendance by each Member of the Committee are as under

Name of the Director	Category	No. of Meetings held during the Year	No. of meetings Attended
T. Govardhana Rao	Independent Director	2	2
P.L.V. Subba Rao	Non Executive Director	2	-
Shilpa Bung	Independent Director	2	2
Sridevi Madati	Independent Director	2	2

12) Meetings of Nomination and Remuneration Committee

The members of the Committee met two times during the year 2022-23. The said committee met at the following dates.

Date	Committee Strength	No. of Directors Present
13.08.2022	4	3
31.03.2023	4	3

The main object of this Committee is to identify persons who are qualified to become directors and who may be appointed in senior management of the Company, recommend to the Board their appointment and removal and recommend the remuneration package of both the Executive and the Non-Executive Directors on the Board and also the remuneration of Senior Management. The Nominations and Remuneration Committee has reviewed and evaluated the performance evaluation criteria for Board and Directors. The Committee reviews the remuneration package payable to Executive Director(s) and recommends to the Board the same and acts in terms of reference of the Board from time to time. The Committee performs its duties and discharges its responsibilities as per its terms of reference and directions if any, given by the Board from time to time.

13) Terms of reference

The terms of reference of the Nomination and Remuneration Committee are as under:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key Managerial Personnel and other employees.
2. Formulation of criteria for evaluation of Independent Directors and the Board.
3. Devising a policy on Board diversity.
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal.
5. To recommend/review remuneration of Key Managerial Personnel based on their performance and defined assessment criteria.

6. To decide on the elements of remuneration package of all the Key Managerial Personnel i.e., salary, benefits etc.,
7. Recommendation of fee/compensation if any, to be paid to Non-Executive Directors, including Independent Directors of the Board.
8. Payment / revision of remuneration payable to Managerial Personnel.
9. While approving the remuneration, the committee shall take into account financial position of the Company, trend in the industry, qualification, experience and past performance of the appointee.
10. The Committee shall be in a position to bring about objectivity in determining the remuneration package while striking the balance between the interest of the Company and shareholders.
11. Any other functions /powers /duties as may be entrusted by the Board from time to time.

The Company has adopted a policy relating to the remuneration for Directors, Key Managerial Personnel and senior management of the Company which is disclosed on the website of the Company www.slllab.com.

14) REMUNERATION OF DIRECTORS

The details of remuneration to the Directors for the financial year ended March 31, 2023.

(Rs. in Lakhs)

Name of Director	Salary	Perquisites and other benefits	Commission	Sitting fee	Total
T. R. Sekhar, Whole Time Director in the designation and capacity of Executive Director	16.86	0.40	-	-	17.26

15) All pecuniary relationship or transactions of the Non-Executive Directors

The Company has not entered into any pecuniary transactions with the Non-Executive Directors. During the year, the Company has paid sitting fee to the Non-Executive Directors and the same has been disclosed under notes to financial statements.

16) Non-Executive Directors' compensation and disclosures

All fees/compensation paid to the Non-Executive Directors (including Independent Directors) are recommended by the Nomination and Remuneration Committee.

17) Stakeholders Relationship Committee

The Committee met 8 times during the year 2022-2023. The said committee met at the following dates.

Date	Committee Strength	No. of Directors Present
30.05.2022	3	2
13.08.2022	3	3
04.11.2022	3	3
21-11-2022	3	3
19-12-2022	3	3
27-12-2022	3	3
07-02-2023	3	3
27-02-2023	3	3

The Stakeholders Relationship Committee has been formed in compliance of Regulation 20 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013 comprising of two Independent Directors and one Non-Executive Director.

18) The composition of the Stakeholders Relationship Committee and the attendance of each Member of the said Committee are as under:

Name of the Director	Category	No. of Meetings held during the Year	No. of meetings Attended
T. Govardhana Rao	Independent Director	8	8
Shilpa Bung	Independent Director	8	8
T. Adinarayana	Non-Executive Director	8	7

The Committee reviews the security transfers/transmissions, process of dematerialization and the Investor's grievances and the systems dealing with these issues. Ms. Lekha Sai Surapaneni, Company Secretary is appointed as the Compliance Officer of the Company. All investor complaints, which cannot be settled at the level of the Compliance Officer, will be placed before the Committee for final settlement. During the year under review, Company has received 3 complaints from investors. All were replied/resolved to the satisfaction of the investors and no complaints were pending.

19) Terms of reference

The terms of reference of the Stakeholders Relationship Committee are as under:

1. Redressal of grievances of shareholders and other security holders.
2. Transfer and transmission of securities.
3. Dealing with complaints related to transfer of shares, non-receipt of declared dividend, non-receipt of Annual Report etc.,
4. Issuance of duplicate share certificates.
5. Review of dematerialization of shares and related matters.
6. Performing various functions relating to the interests of shareholders/investors of the Company as may be required under the provisions of the Companies Act, 2013, SEBI (LODR) Regulations, 2015 with the Stock Exchanges and regulations/ guidelines issued by the SEBI or any other regulatory authority.

The Committee reviews the complaints and the company secretary along with the Registrars and Share Transfer Agents of the Company follows the policy of attending to the complaints. There are no complaints which are pending for redressal as at 31-3-2023.

As mandated by SEBI, the Quarterly Reconciliation of Share Capital Audit, highlighting the reconciliation of total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) vis-a-vis the total issued and listed capital is being carried out by a Practicing Company Secretary. This Audit confirms that the total issued and paid up capital is in agreement with the total number of shares held in physical and dematerialized form with NSDL and CDSL.

20) RISK MANAGEMENT

The Company has developed and is implementing a risk management policy which includes the identification of risk, governance of risk and assessment and control of risk. The risks have been prioritized through a company-wide exercise. Business risk evaluation and management is an ongoing process within the Company. The assessment is periodically examined by the Audit Committee and Board.

21) COMPLIANCE OFFICER

Ms. Lekha Sai Surapaneni, Company Secretary, is the Compliance Officer for complying with the requirements of the Securities Laws, Listing Agreements with the Stock Exchanges and SEBI Listing Regulations, 2015. She acts as the Secretary to all the mandatory committees of the Board.

22) CODE OF CONDUCT

All the Directors and senior management confirmed the compliance of code of conduct. The Company has posted the Code of Conduct for Directors and Senior Management on the website www.slllab.com.

23) MEETING OF INDEPENDENT DIRECTORS

During the year under review, the Independent Directors met on 31st March, 2023, inter alia, to discuss:

Evaluation of the performance of Non-Independent Directors and the Board of Directors as a whole;

Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors. Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties. All the Independent Directors were present at the Meeting.

The details of such familiarization programs for Independent Directors are posted on the website of the Company www.slllab.com.

24) PERFORMANCE EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors.

The evaluation is performed by the Board, Nomination and Remuneration Committee and Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors.

25) GENERAL BODY MEETINGS

Details of Last 3 Annual General Meetings (AGMs) were as under:

Financial Year ended	Date, Day and Time of AGM	Venue	Special Resolutions passed at the AGM by the Shareholders
31st March, 2022	Wednesday, 28th September, 2022 at 4.00 PM	Video Conference	--
31st March, 2021	Friday, 24th September, 2021 at 3.00 PM	Video Conference	1. Reappointment of Sri. T.R. Sekhar (DIN:02943146) as Whole-Time Director in the capacity and designation of Executive Director of the company.
31st March, 2020	Saturday, 26th September, 2020 at 4.00 PM	Video Conference	1. To Reappoint Sri. T. Govardhana Rao, (DIN:07162634) as an Independent Director of the Company to hold office for a second term of 5 (five) consecutive years.

No Extraordinary General Meeting was held during the past 3 years.
Whether any special resolution passed last year through postal ballot - No
Details of Voting Pattern – Not applicable
Person who conducted Postal Ballot – Not applicable
Whether any special resolution is proposed to be conducted through postal ballot - No
Procedure for Postal Ballot: As per Rule 22 of Companies (Management and Administration) Rules, 2014.

Mr. D. Venkata Ratnam, Chartered Accountant, Partner, M/s. Suresh & Babu, Chartered Accountants, conducted the e-voting process and the Poll during the previous Annual General Meeting in accordance with the law and in a fair and transparent manner.

26) DISCLOSURES

a. The particulars of transactions between the Company and its related parties are set out at Notes to financial statements. However, these transactions are not likely to have any conflict with the Company's interest. The Policy on Related Party Transactions as approved by the Board is uploaded on the website of the Company www.slllab.com.

b. There was no non-compliance by the listed entity, penalties, and strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years.

c. The Whistle Blower (Vigil) mechanism provides a channel to the employees to report to the management concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy and also provides for adequate safeguards against victimization of employees by giving them direct access to the Chairman of the Audit Committee in exceptional cases. No person has been denied access to the Chairman of the Audit Committee.

   The Policy covers malpractices and events which have taken place/suspected to have taken place, misuse or abuse of authority, fraud or suspected fraud, violation of Company rules, manipulations, negligence causing danger to public health and safety, misappropriation of monies and other matters or activity on account of which the interest of the Company is affected and formally reported by whistle blowers concerning its employees. The Whistle Blower Policy of the Company is also posted on the website of the Company www.slllab.com.

d. The Company does not have any Material Subsidiary.

e. The Executive Director and the Chief Financial Officer have certified to the Board in accordance with Regulation 33(2)(a) of SEBI Listing Regulations pertaining to CEO/CFO certification for the Financial Year ended 31st March, 2023.

f. The Company has complied with all the mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Company has complied with the Discretionary Requirements as specified by Regulation 27(1) of SEBI Listing Regulations which are as under:

* Reporting of the Internal Auditor: The internal auditor of the company reports directly to the Audit Committee.

g. There are no Shares lying in Demat Suspense Account.

h. Company's practices and procedures meet the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

i. The Company has not raised any funds through preferential allotment or qualified institutions placement during the Financial Year ended March 31, 2023.

j. During the year ended March 31, 2023, there were no proceeds from public issues, rights issues, preferential issues etc.,

k. Total fees for all services paid/provided by the listed entity to the statutory auditor financial year 2022-2023 is set out in the Notes to the Financial Statements, forming part of the Annual Report.

l. disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

a. number of complaints filed during the financial year: Nil

b. number of complaints disposed of during the financial year: Nil

c. number of complaints pending as on end of the financial year: Nil

m. The Company also complies with the following non-mandatory requirements of Regulation 27 of the SEBI Listing Regulations, 2015:
- There are no audit qualifications during the year under review.
- The Internal auditors report to the Audit Committee every quarter.

27) The Disclosures of the compliance with Corporate Governance requirements specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 are as follows:

Regulation	Particulars of Regulations	Compliance Status (Yes/No)
17	Board of Directors	Yes
17A	Maximum number of Directorships	Yes
18	Audit Committee	Yes
19	Nomination and Remuneration Committee	Yes
20	Stakeholders Relationship Committee	Yes
21	Risk Management Committee	NA
22	Vigil mechanism	Yes
23	Related Party Transactions	Yes
24	Corporate Governance requirements with respect to Subsidiary of listed entity	NA
24A	Secretarial Audit and Secretarial Compliance Report	Yes
25	Obligations with respect to Independent Directors	Yes
26	Obligation with respect to Directors and senior management	Yes
27	Other Corporate Governance requirements	Yes
46(2)(b) to (i)	Website	Yes

28) MEANS OF COMMUNICATION

Official press releases/news/Financial Results are uploaded in Metropolitan Stock Exchange of India Limited, the Stock Exchange website www.msei.in, where the shares of your Company were listed and the same are hosted on the website of your Company. No presentations were made to the Institutional Investors or to Analysts.

The Quarterly/Half-yearly/Annual Financial results of the Company are published in the newspapers within 48 hours from the conclusion of the Board meeting.

The Results are generally published in Business Standard, Nava Telangana and Such other News Papers from time to time within 48 Hours from the conclusion of Board Meeting.

Financial results and other information are displayed in the Investors section on the company's website, www.slllab.com.

Annual reports with audited financial statements are sent to the shareholders through permitted mode.

29) GENERAL SHAREHOLDER INFORMATION

The 29th Annual General Meeting of the company will be held on Wednesday, 27th day of September, 2023 at 4.00 P.M. through Video Conferencing/Other Audio Visual Means.

30) Financial Calendar: 1st of April, 2023 to 31st of March, 2024.

Results for the quarter ending:

30th June, 2023	:	On or before 14th August, 2023.
30th September, 2023	:	On or before 14th November, 2023.
31st December, 2023	:	On or before 14th February, 2024.
31st March, 2024	:	On or before 30th May, 2024.

Dates of Book closure: Thursday, 21st September, 2023 to Wednesday 27th September, 2023 (both days inclusive).

Dividend Payment Date: Not Applicable

Listing on Stock Exchanges: Metropolitan Stock Exchange of India Limited, 205(A), 2nd floor, Piramal Agastya Corporate Park, Kamani Junction, LBS Road, Kurla (West), Mumbai - 400070.

Stock Code (MSEI Ltd.,) : SIGACHI

ISIN : INE368H01018

The Annual Listing fees for the year 2023-2024 has been paid to the Stock Exchange.

31) MARKET PRICE DATA - HIGH LOW DURING EACH MONTH IN LAST FINANCIAL YEAR

As per the available information, No trades were executed at Metropolitan Stock Exchange of India Limited in the shares of the company during the period from April 01, 2022 to March 31, 2023.

The securities of the Company are not suspended from trading during the financial year ended March 31, 2023.

32) DISTRIBUTION OF SHAREHOLDING

Sl. No.	Category	Holders		Amount	
		Number	% To Total	Rs.	% To Total
1.	1 - 5000	359	14.41	9,98,950	1.48
2.	5001 - 10000	1014	40.69	99,90,150	14.79
3.	10001 - 20000	394	15.81	66,52,430	9.85
4.	20001 - 30000	594	23.84	1,51,46,570	22.43
5.	30001 - 40000	25	1.00	9,42,000	1.40
6.	40001 - 50000	62	2.49	30,80,000	4.56
7.	50001 - 100000	21	0.84	18,72,000	2.77
8.	100001 & Above	23	0.92	2,88,48,900	42.72
	Total	2492	100	6,75,31,000	100

33)CATEGORIES OF SHAREHOLDERS AS ON 31st MARCH, 2023

Sl. No.	Category of Shareholders	No. of Shares	Percentage (%)
1.	Promoter & Promoter Group	2488880	36.86
2.	Mutual Funds	-	-
3.	Alternate Investment Funds	-	-
4.	Foreign Portfolio Investors	-	-
5.	Financial Institutions & Banks	-	-
6.	Other Bodies Corporate	135971	2.01
7.	Resident Individuals	2714799	40.20
8.	Non-Resident Individuals	1413450	20.93
9.	Clearing Members	-	-
10.	IEPF	-	-
	Total	**6753100**	**100.00**

34) Dematerialization of shares and liquidity

The shares of the Company are under compulsory demat trading. The Company has made necessary arrangements with NSDL and CDSL for demat facility. As on 31st March, 2023, 43.80% of the Company's Shares are dematerialized.

35) Dematerialization mandatory for effecting share transfers

SEBI has vide proviso to Regulation 40 (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, mandated that requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository. In view of the same, the Company shall not process any requests for transfer of shares in physical mode. Shareholders who desire to demat their shares can get in touch with any Depository Participant having registration with SEBI to open a demat account and follow the procedure for share transfers.

36) Share Transfer System

The requests received for Deletion of Name, Transmission of Shares, Split and issue of duplicate share certificates are processed and dispatched to the shareholders within a maximum period of 30 days from the date of receipt, subject to the documents being valid and complete in all respects. All the valid Deletion of Name, Transmission of Shares, Split and issue of duplicate share certificates are noted at Board Meetings.

37) Permanent Account Number (PAN)

Shareholders holding shares in the physical form are mandatorily required to furnish copy of PAN Card in the following transactions:

i) Transmission of shares - Legal heirs' or Nominees'

ii) Transposition of shares - Joint holders' and

iii) In case of decease of shareholder - Surviving joint holders'

There are no outstanding Global Depository Receipts / American Depository Receipts or Warrants or any convertible instruments as on March 31, 2023.

38) Commodity price risk or foreign risk and hedging activities

The Company does not have commodity price risk nor does the Company engage in hedging activities.

39) Plant Location

Unit - I: S. No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, Sangareddy District, Telangana.

Unit - II: S.No.42, Ali Nagar, Gummadidala Mandal, Sangareddy District, Telangana.

Address for Correspondence & Any query on Annual Report:	Lekha Sai Surapaneni, Company Secretary & Compliance Officer, Corporate office: 402, Raghava Ratna Towers, Chirag Ali Lane, Hyderabad - 500001, India Email: sigachilaboratories@yahoo.co.in Phone: 040-23204230
Registrar and Share Transfer Agents:	Venture Capital and Corporate Investments Private Limited, "Aurum" Door No. 4-50/P-II/57/4F & 5F, 4th & 5th Floors, Plot No.57, Jayabheri Enclave Phase–II, Gachibowli, Hyderabad- 500 032. Phone No: +91 040-23818475 / 35164940. e-mail:investor.relations@vccipl.com Website: www.vccipl.com
Contact Person:	Mr. E.S.K. Prasad, Venture Capital and Corporate Investments Private Limited, "Aurum" Door No. 4-50/P-II/57/4F & 5F, 4th & 5th Floors, Plot No.57, Jayabheri Enclave Phase–II, Gachibowli, Hyderabad - 500 032. Phone No: +91 040-23818475 / 35164940. e-mail:investor.relations@vccipl.com, Website: www.vccipl.com
Share Transfer System:	The Share transfers are affected within one month from the date of lodgment for transfer, transmission, Sub-division, consolidation, renewal etc., Such modified share certificates are delivered to the shareholders immediately.
Compliance Certificate:	Certificate from P.S. Rao & Associates, Company Secretaries, confirming compliance with the Conditions of Corporate Governance as stipulated Under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached to the Directors' Report and forms part of this 29th Annual Report.

40) Credit Ratings: NIL

41) Secretarial Audit

1. M/s. P.S. Rao & Associates, Practicing Company Secretaries have conducted Secretarial Audit of the Company for the year 2022-23. Their Audit Report confirms that the Company has complied with the applicable provisions of the Companies Act and the Rules made there under, SEBI Listing Regulations and other laws applicable to the Company. The Secretarial Audit Report forms part of the Director's Report.

2. Pursuant to Regulation 40(9) of the SEBI Listing Regulations, certificates have been issued on a half-yearly basis, by M/s. P.S. Rao & Associates, Practicing Company Secretaries, certifying due compliance of share transfer formalities by the Company.

3. M/s. Sunil Kacham & Associates, Company Secretaries, Practicing Company Secretaries carry out a quarterly Reconciliation of Share Capital Audit, to reconcile the total admitted capital with National Securities Depository Ltd., (NSDL) and Central Depository Services (India) Ltd., (CDSL) and the total issued and listed capital. The audit confirms that the total issued/paid-up capital is in agreement with the aggregate of the total number of shares in physical form and the total number of shares in dematerialized form (held with NSDL and CDSL).

4. Compliance under SEBI Listing Regulations pertaining to mandatory requirements and Practicing Company Secretaries Certificate on Corporate Governance is attached herewith.

42) Code of Conduct

All the Directors and senior management confirmed the compliance of the code of conduct. The Company has posted the Code of Conduct for Directors and Senior Management on the website of the company.

43) Familiarization Programme for Board Members

A formal familiarization programme was conducted about the amendments in the Companies Act, 2013, Rules prescribed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable laws of the Company.

44) Prohibition of Insider trading

In compliance with the provisions of Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 (as amended from time to time) and to preserve the confidentiality and prevent misuse of unpublished price sensitive information, the Company has adopted a Code of Conduct for regulating, monitoring and reporting of trading by insiders.

The code is applicable to designated persons and their immediate relatives who are likely or may reasonably be expected to have access to the unpublished price sensitive information relating to the Company and the same is being implemented as a self-regulatory mechanism.

For Sigachi Laboratories Limited

(T. Adinarayana)
Chairman
DIN: 00917498

Place : Hyderabad
Date : 14.08.2023

CHIEF EXECUTIVE OFFICER (CEO) AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

a. We have reviewed the financial statements and cash flow statement for the financial year ended 31st March, 2023 and to the best of our knowledge and belief:

   I. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   II. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

d. We have indicated to the auditors and the Audit Committee:

   i. Significant changes, if any, in the internal control over financial reporting during the year;

   ii. Significant changes, if any, in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

   iii. instances of significant fraud of which we have become aware and involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Sigachi Laboratories Limited

Place : Hyderabad	(T.R.Sekhar)	(B.Kumar)
Date : 14.08.2023	Executive Director	Chief Financial Officer
	DIN:02943146	PAN:BBVPB6289B

P.S. RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2,
Ishwarya Nilayam,
Opp: Sai Baba Temple,
Dwarakapuri Colony,
Panjagutta, Hyderabad-500082.

CERTIFICATE ON CORPORATE GOVERNANCE

(*Pursuant to Schedule V(E) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015*)

To
The Members
Sigachi Laboratories Limited
S.No. 530 & 534, Bonthapally - 502 313,
Gummadidala Mandal,
(formerly Jinnaram Mandal),
Sangareddy District,
(formerly Medak District), Telangana

We have examined the compliance of conditions of Corporate Governance by M/s. Sigachi Laboratories Limited ('the Company') for the year ended 31st March, 2023 as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15 (2) of the Listing Regulations. The compliance of conditions of Corporate Governance is the responsibility of management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For P. S. Rao & Associates
Company Secretaries

MB Suneel
Company Secretary
C.P. No: 14449
PR No. 710/2020
UDIN: A031197E000582286

Place : Hyderabad
Date : 30.05.2023

P.S. RAO & ASSOCIATES
Company Secretaries

Flat No.10, 4th Floor,
6-3-347/22/2, Ishwarya Nilayam,
Opp: Sai Baba Temple, Dwarakapuri Colony,
Panjagutta, Hyderabad-500082.

CERTIFICATE

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

To
The Members of
Sigachi Laboratories Limited
S.No. 530 & 534, Bonthapally - 502 313,
Gummadidala Mandal, (formerly Jinnaram mandal),
Sangareddy District, (formerly Medak District), Telangana

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of M/s. Sigachi Laboratories Limited having CIN: L24230TG1994PLC018786 and having registered office situated at S.No. 530 & 534, Bonthapally - 502 313, Gummadidala Mandal, (formerly Jinnaram Mandal), Sangareddy District, (formerly Medak District), Telangana, India (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with the Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company and the respective Directors, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on March 31, 2023 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S. No	Name of the Director	Designation	DIN
1	Mr. Adinarayana Tunuguntla	Chairman & Director	00917498
2	Mr. Rajasekhar Tunuguntla	Whole-Time Director	02943146
3	Mr. Tadepalli Govardhana Rao	Non-Executive Director (Independent Director)	07162634
4	Mr. Lakshmana Venkata Subba Rao Patchipulusu	Non-Executive Director	07268648
5	Mrs. Shilpa Bung	Non-Executive Director (Independent Director)	08257931
6	Mr. Mohan Rao Gurram	Non-Executive Director (Independent Director)	08535558
7	Ms. Sridevi Madati	Non-Executive Director (Independent Director)	02446610

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

For P. S. Rao & Associates
Company Secretaries

MB Suneel
Company Secretary
C.P. No:14449
PR No. 710/2020
UDIN: A031197E000582264

Place : Hyderabad
Date : 30.05.2023

NSVR & ASSOCIATES LLP
Chartered Accountants

2nd Floor, H.No.1-89/1/42,
Plot No.41 and 43,
Sri Ram Nagar colony,
Kavuri Hills, Madhapur,
Hyderabad-500081.

Independent Auditors' Report

To
The Members of
Sigachi Laboratories Limited,

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Sigachi Laboratories Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2023, the Statement of Profit and Loss, (including other comprehensive income) the Cash Flow Statement and the Statement of Changes in Equity for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("The Act") in the manner so required and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2023, and its profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made there under 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 financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Kay Audit Matters	How our audit addressed the key audit matter
The Company has invested into various financial instruments such as quoted shares, mutual funds, Bonds and Debentures etc., as at 31st March, 2023, financial instruments carried at fair value through OCI and fair value through profit and loss as per Ind AS Financial Statements. These financial instruments are recorded at fair value as required by the relevant accounting standards. We have focused on this area due to the complexities associated with the valuation and accounting for these financial instruments.	Our procedures included but were not limited to * Obtaining an understanding of the internal risk management procedures and the systems and controls associated with the origination and maintenance of complete and accurate information relating to financial instruments; * We also tested on a sample basis the existence and valuation of such financial instruments as at 31st March, 2023. Our audit procedures focused on the integrity of the valuation models; and * Obtaining an understanding of key financial instrument contract terms to assess the appropriateness of accounting reflected in the financial report.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors' report, Management Discussion and analysis and Corporate Governance Report but does not include the Ind AS financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

Responsibilities of management and those charged with governance for the financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India, including the accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those

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

b) Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020, ("the Order") issued

by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "Annexure A", to this Report, a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.

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

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

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

   c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Cash Flow Statement and the Statement of Changes in Equity dealt with by this report are in agreement with the books of account.

   d) In our opinion, the aforesaid Financial Statements comply with the Indian Accounting Standards specified under of Section 133 of the Companies Act, 2013.

   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 B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to 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, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of section 197 of the Act.

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

      i. The Company do not have pending litigations which would impact its financial position in its financial statements.

      ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      iii. There are no funds, required to be transferred, to the Investor Education and Protection Fund by the Company.

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

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

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

v. The company hasn't declared any dividend and hence the provisions of the section 123 of the Companies Act is not applicable.

vi. 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 w.e.f. 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.

For NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No: 008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No. 219486
UDIN: 23219486BGQCWB6205

Place : Hyderabad
Date : 30-5-2023

ANNEXURE – A TO THE INDEPENDENT AUDITORS' REPORT

Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' of our Report of even date to the members of Sigachi Laboratories Limited on the Financial Statements for the year ended 31st March, 2023.

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment and its intangible assets.

(b) The Property, Plant and Equipment have been physically verified by the Management at reasonable intervals, and according to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) According to the information and explanations given to us and on the basis of our examination of the Records of the Company, the title deeds of immovable properties are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the Records, the Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

(e) According to the information and explanations given to us and on the basis of our examination of the Records of the Company, no proceedings have been initiated against the Company during the year or are pending against the Company as at 31st March, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) The company does not have inventories and hence the reporting under this clause is not applicable.

(b) According to the information and explanations given to us, the Company has not been sanctioned any working capital limits from banks or financial institutions at any point of time during the year under audit.

(iii) (a) The Company has made investments in, provided/stood guarantee and granted unsecured loans during the year and details of which are given below:

(Rs. in lakhs)

	Investments	Loans/ICDs	Guarantees
A. Aggregate amount granted/provided during the year:			
Subsidiaries	-	-	-
Associates	-	-	-
Others	89.12	70.00	-
B. Balance outstanding as at balance sheet date in respect of above cases:			
Subsidiaries	-	-	-
Associates	-	-	-
Others	1755.08	221.75	-

(b) The investments made, guarantees provided and the terms and conditions of the grant of all the above mentioned loans during the year are in our opinion, prima facie, not prejudicial to the Company's interest.

(c) In our opinion and according to the information and explanations given to us, in respect of loans and advances in the nature of loans (all are demand loans), the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular during the year.

(d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

(f) In our opinion and according to the information and explanations given to us, the Company has granted loans which are either repayable on demand or without specifying any terms or period of repayment as given below.

(Rs. in lakhs)

	All parties	Related
Aggregate of loans repayable on demand	Rs.221.75	-
Percentage of loans to total loans	100%	-

(iv) The Company has not advanced loans or made investments in or provided guarantee and security to parties covered by section 185 and section 186 is not applicable to the Company. Hence reporting under clause (iv) of the Order is not applicable.

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the rules framed there under. Thus clause (v) of the order is not applicable to the Company. We are informed by the Management that no order has been passed by the Company Law Board, National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.

(vi) In our opinion and according to the explanation given to us the maintenance of Cost records under section 148 (1) of the Companies Act, 2013, as prescribed by the Central Government are not applicable to the Company. Thus clause (vi) is not applicable to the company.

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees state insurance, income tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees state insurance, income tax, Goods and Services Tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues were in arrears as at 31st March, 2023, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, the following are the particulars of disputed dues on account of Income Tax as at 31st March,2023:

Nature of Statute	Nature of Demand	Period for which Relates (Assessment Year)	Amount (Rs. In lakhs)	Forum Where dispute is Pending
Income Tax Act, 1961	Income Tax	1998-1999	6.54	Hon'ble High Court of Telangana at Hyderabad

(viii) According to the information and explanations given to us, the Company does not have any transactions not recorded in books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act 1961. Accordingly, clause (viii) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the Company.

(ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause (ix)(a) of the Order is not applicable.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority. Hence reporting under clause (ix)(b) of the Order is not applicable.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans. Hence reporting under clause (ix)(c) of the Order is not applicable.

(d) On an overall examination of the financial statements of the Company, no funds were raised on short term basis by the Company. Hence reporting on clause (ix)(d) of the Order is not applicable.

(e) According to information and explanation given to us, the Company has not taken any fund from any entity or from any person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. Hence clause (ix)(e) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the Company.

(f) According to information and explanation given to us, the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence clause (ix)(f) of the Companies (Auditor's Report) Order, 2020 ("the Order") is not applicable to the Company.

(x) (a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Hence reporting under clause (x)(a) of the Order is not applicable.

(b) The Company has not made preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year under review. Hence reporting under clause (x)(b) of the Order is not applicable to the Company.

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

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

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

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, clause (xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us, all transactions with related parties are in compliance with Sections 177 and 188 of the Act wherever applicable and details have been disclosed in the Ind AS Financial Statements as required by the applicable accounting standards.

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

(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) According to the information and explanations given to us and based on our examination of records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them. Accordingly, clause (xv) of the Order is not applicable and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

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

(b) The Group does not have any core investment company as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.

(xviii) There has been resignation of the statutory auditors during the year and we have duly taken into consideration the issues, objections or concerns raised by the outgoing auditors.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that Company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) (a) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of Corporate Social Responsibility (CSR) is not applicable to the Company. Accordingly, clause (xx)(a) of the Order is not applicable for the year.

(b) According to the information and explanations given to us and based on our examination of the records of the Company the provisions of Corporate Social Responsibility (CSR) is not applicable to the Company. Accordingly, clause (xx)(b) of the Order is not applicable.

For NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No: 008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No. 219486
UDIN: 23219486BGQCWB6205

Place : Hyderabad
Date : 30-5-2023.

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2(f) of the Independent Auditors' Report of even date to the members of Sigachi Laboratories Limited on the Financial Statements for the year ended 31st March, 2023.)

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 Sigachi Laboratories Limited ("the Company") as of 31st March, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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 31st March, 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.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding

of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial 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 the degree of compliance with the policies or procedures may deteriorate.

For NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No: 008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No. 219486
UDIN: 23219486BGQCWB6205

Place : Hyderabad
Date : 30-5-2023

BALANCE SHEET AS AT 31st MARCH, 2023

(Rs. in lakhs)

Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
A. ASSETS			
1. Non-Current Assets			
(a) Property, Plant and Equipment	2	**236.71**	228.58
(b) Financial Assets			
(i) Investments	3	**1,957.24**	2,111.72
(ii) Other Financial Assets	4	**43.53**	43.74
(c) Other non Current Assets	5	**285.50**	286.01
Total Non - Current Assets		**2,522.98**	2,670.05
2. Current Assets			
(a) Financial Assets			
(i) Investments	6	**9.04**	39.73
(ii) Trade Receivables	7	**0.76**	15.89
(iii) Cash and Cash Equivalents	8	**371.25**	80.66
(iv) Other Financial Assets	9	**221.75**	221.75
(b) Other Current Assets	10	**0.11**	-
Total Current Assets		**602.91**	358.03
Total Assets		**3,125.89**	3,028.08
B. EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share Capital	11	**731.06**	731.06
(b) Other Equity	12	**2,342.90**	2,243.73
Total Equity		**3,073.96**	2,974.79
2. Liabilities			
Non-Current Liabilities			
(a) Financial Liabilities		-	-
(b) Provisions	13	**6.71**	5.88
(c) Deferred Tax Liabilities (net)	14	**11.51**	15.72
(d) Other Non - Current Liabilities	15	**25.00**	25.00
Total Non - Current Liabilities		**43.22**	46.60
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings		-	-
(ii) Trade Payables	16		
(a) total outstanding dues of micro and small enterprises		-	-
(b) total outstanding dues of creditors other than micro and small enterprises		-	-
(iii) Other Financial Liabilities	17	**6.43**	6.69
(b) Other Current Liabilities		-	-
(c) Provisions	18	**2.28**	-
Total Current Liabilities		**8.71**	6.69
Total Equity and Liabilities		**3,125.89**	3,028.08

The accompanying notes are an integral part of the financial statements

Per our report of even date annexed
for NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No:008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No.219486

Place : Hyderabad
Date : 30.05.2023

For and on behalf of the Board

(T.R.Sekhar)
Executive Director
DIN:02943146

(T.Govardhana Rao)
Director
DIN:07162634

(S.Lekha Sai)
Company Secretary
ACS:57228

(B.Kumar)
Chief Financial Officer

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2023

(Rs. in lakhs)

Particulars	Note No.	**For the Year ended 31st March, 2023**	For the Year ended 31st March, 2022
Income			
I. Revenue from operations	19	**194.70**	259.68
II. Other income	20	**50.26**	44.10
III. Total Income (I+II)		**244.96**	303.78
IV. Expenses			
Cost of materials consumed		**-**	-
Changes in inventories		**-**	-
Employee benefits expense	21	**35.79**	34.16
Finance costs	22	**-**	-
Depreciation and amortization expense	23	**18.88**	16.82
Other expenses	24	**17.05**	15.41
Total Expenses (IV)		**71.72**	66.39
V. Profit before tax (III-IV)		**173.24**	237.39
VI. Tax expense			
(1) Current tax	25	**46.45**	39.66
(2) Deferred tax		**(4.21)**	(1.91)
Income Tax Expense		**42.24**	37.75
VII. Profit for the year (V-VI)		**131.00**	199.64
VIII. Other comprehensive income (OCI)			
Equity Instruments through other comprehensive income that will not be reclassified to profit or (loss)		**(31.97)**	98.03
Remeasurment of gains/(losses) on defined benefit plans		**0.14**	(0.16)
Tax on items that will not be reclassified to profit or (loss)		**-**	0.04
		(31.83)	97.91
Items that will be reclassified to profit or (loss):			
Tax on items that may be reclassified to profit or (loss)		**-**	-
Items that may be reclassified subsequently to profit or (loss)		**-**	-
Total other comprehensive income/(loss) for the year, net of tax		**(31.83)**	97.91
IX. Total comprehensive income/(loss) for the year (VII+VIII)		**99.17**	297.55
X. Earnings per equity share: (par value of Rs.10/- each)			
Basic		**1.94**	2.96
Diluted		**1.94**	2.96

The accompanying notes are an integral part of the financial statements

Per our report of even date annexed
for NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No:008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No.219486

Place : Hyderabad
Date : 30.05.2023

For and on behalf of the Board

(T.R.Sekhar)
Executive Director
DIN:02943146

(T.Govardhana Rao)
Director
DIN:07162634

(S.Lekha Sai)
Company Secretary
ACS:57228

(B.Kumar)
Chief Financial Officer

Statement of Changes in Equity for the year ended 31st March, 2023

a) Equity share capital

(Rs. in lakhs)

Particulars	As at 31st March, 2021		Changes in equity Share Capital during the year		As at 31st March, 2022		Changes in equity Share Capital during the year		As at 31st March, 2023	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
a) Paid up Share Capital	67,53,100	675.31	-	-	67,53,100	675.31	-	-	67,53,100	675.31
b) Forfeited Shares	-	55.75	-	-	-	55.75	-	-	-	55.75
	67,53,100	731.06	-	-	67,53,100	731.06	-	-	67,53,100	731.06

b) Other Equity

(Rs. in lakhs)

Particulars	Reserves and surplus		Other Comprehensive Income	Total
	Retained Earnings	Capital Reserve		
Balance as at 31/03/2021	1,075.44	13.22	857.52	1,946.18
Profit/(Loss) for the year	199.64	-	-	199.64
Additions during the year	-	-	97.91	97.91
Balance as at 31/03/2022	1,275.08	13.22	955.43	2,243.73
Profit/(Loss) for the year	131.00	-	-	131.00
Additions during the year	-	-	(31.83)	(31.83)
Balance as at 31/03/2023	**1,406.08**	**13.22**	**923.60**	**2,342.90**

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

(Rs. in lakhs)

Particulars	For the Year ended 31.03.2023	For the Year ended 31.03.2022
Cash Flows from Operating Activities		
Profit before tax	**173.24**	237.39
Adjustments for:		
Depreciation and amortization expense	**18.88**	16.82
(Profit)/Loss on sale of Property, Plant and Equipment	**-**	(0.46)
Dividend Received	**(41.75)**	(33.25)
Provision for Gratuity & Leave Encashment	**0.97**	1.43
Profit on sale of Investments	**(1.50)**	-
Bad Deposits Recovery	**(0.09)**	(0.16)
Bad Debts Recovery	**-**	(0.88)
Loss due to floods to Compound wall	**-**	0.02
Interest Received	**(73.05)**	(63.85)
Fair Value (Gains)/Losses	**(0.07)**	(82.68)
Operating profit before working capital changes	**76.63**	74.38
Movements in Working Capital		
(Increase)/Decrease in Trade Receivables	**15.12**	(15.89)
(Increase)/Decrease in Other Current Financial Assets	**-**	(52.59)
(Increase)/Decrease in Other Current Assets	**(0.11)**	111.19
(Increase)/Decrease in Other Non Current Assets	**0.52**	(286.01)
Increase/(Decrease) in Other Current Financial Liabilities	**(0.25)**	(9.21)
(Increase)/Decrease in Other Non Current Financial Assets	**0.21**	(0.21)
Changes in Working Capital	**15.49**	(252.72)
Cash generated from operations	**92.12**	(178.34)
Direct Taxes Paid	**44.18**	37.72
Net Cash from operating activities (A)	**47.94**	(216.06)
Cash flows from Investing Activities		
(Purchase) of Property, Pland and Equipment	**(27.00)**	(1.63)
Insurance Claim Received	**-**	1.97
(Purchase)/Sale of Investments (Net Aggregate)	**-**	(124.27)
Purchase of Investments	**(96.67)**	-
Sale of Investments	**244.54**	-
Dividend Received	**41.75**	33.25
Bad Deposits Recovery	**0.09**	0.16
Bad Debts Recovery	**-**	0.89
Proceeds From sale of Property, Plant and Equipment	**-**	0.48
Interest Received	**73.05**	63.85
(Increase)/Decrease in other term deposits	**6.89**	79.05
Net Cash used in Investing Activities (B)	**242.65**	53.75
Cash flows from/(used in) Financing Activities		
Proceeds from Long term borrowings	**-**	-
Repayment/(Proceeds) of/from Short-term borrowings	**-**	-
Dividend paid	**-**	-
Net Cash used in Financing Activities (C)	**-**	-
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)	**290.59**	(162.31)
Cash and Cash Equivalents at the beginning of the year	**80.66**	242.97
Cash and Cash Equivalents at the end of the year	**371.25**	80.66

Notes :

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard on "Cash Flow Statements" (Ind AS-7).
2. The accompanying notes are an integral part of the financial statements.

Per our report of even date annexed
for NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No:008801S/S200060)

(N. V Gangadhara Rao)
Partner
Membership No.219486

Place : Hyderabad
Date : 30.05.2023

For and on behalf of the Board

(T.R.Sekhar)
Executive Director
DIN:02943146

(T.Govardhana Rao)
Director
DIN:07162634

(S.Lekha Sai)
Company Secretary
ACS:57228

(B.Kumar)
Chief Financial Officer

1. Notes forming part of Financial Statements

1.01 Corporate Information

Sigachi Laboratories Limited ("the Company") having its registered office at Bonthapally-502 313 Gummadidala Mandal, Sangareddy District, Telangana State, India. The Company is engaged in manufacturing of Bulk drugs or drug intermediates and the Company has leased its two factories. The shares of the Company are listed on the Metropolitan Stock Exchange of India Limited.

1.02 Basis of Preparation and Presentation of Financial Statements

The financial statements of the Company have been prepared and presented in accordance with and in compliance in all material aspects, with the Indian Accounting Standards ("Ind AS") notified under Section 133 of the Companies Act, 2013 (the "Act") read along with the Companies (Indian Accounting Standards) Rules 2015 and presentation requirements of Division II of Schedule III to the Companies Act, 2013 and as amended from time to time together with the comparative period data as at and for the year ended March, 2022.

These financial statements have been prepared by the Company as a going concern on the basis of relevant Ind AS that are effective at the Company's annual reporting date, 31st March, 2023. These financial statements for the year ended 31st March, 2023 were approved by the Company's Board of Directors on 30th May, 2023.

1.03 Basis of measurement

These financial statements have been prepared on the historical cost convention and on an accrual basis, except for the following material items in the balance sheet:

a. Certain financial assets are measured either at fair value or at amortized cost depending on the classification;

b. Employee defined benefit assets/(liability) are recognized as the net total of the fair value of plan assets, plus actuarial losses, less actuarial gains and the present value of the defined benefit obligation, and

c. Long-term borrowings are measured at amortized cost using the effective interest rate method.

1.04 Significant accomunting judgements, estimates, and assumptions

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

Summary of significant accounting policies

1.05 Current and non-current classification

The Company presents assets and liabilities in the balance sheet based on current/non-current classification.

All the assets and liabilities have been classified as current or noncurrent as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1, presentation of financial statements.
An asset is classified as current when it satisfies any of the following criteria:

a. It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;

b. It is held primarily for the purpose of being traded;

c. It is expected to be realized within twelve months after the reporting date; or

d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

All other assets are classified as non-current.

A liability is classified as current when it satisfies any of the following criteria:

a) It is expected to be settled in the Company's normal operating cycle;

b) It is held primarily for the purpose of being traded;

c) It is due to be settled within twelve months after the reporting date; or

d) The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

The Company classifies all other liabilities as non-current.
Current assets/liabilities include the current portion of non-current assets/liabilities respectively. Deferred tax assets and liabilities are always disclosed as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

1.06 Functional and presentation currency
These financial statements are presented in Indian rupees, which is also the functional currency of the Company. All financial information presented in Indian rupees are rounded off to the nearest lakhs, unless indicated otherwise.

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

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

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

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

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

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

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

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

External valuers are involved, wherever considered necessary. For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy, as explained above.

This note summarizes accounting policy for fair value. Other fair value related disclosures are given in the relevant notes.

1.08 Property, plant and equipment

The cost of an item of property, plant and equipment are recognised as an asset if and only if it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Freehold land is carried at historical cost less any accumulated impairment losses. Items of property, plant and equipment (including capital-work-in progress) are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any.

Cost includes expenditures that are directly attributable to the acquisition of the asset i.e., freight, non-refundable duties and taxes applicable, and other expenses related to acquisition and installation.

The cost of self-constructed assets includes the cost of materials and other costs directly attributable to bringing the asset to a working condition for its intended use.

When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

Subsequent expenditure
Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably.

Depreciation
Depreciation on items of PPE is provided on straight line basis, computed on the basis of useful lives as mentioned in Schedule II to the Companies Act, 2013. Depreciation on additions/disposals is provided on a pro-rata basis i.e., from/up to the date on which asset is ready for use/disposed-off.

1.09 Financial instruments
A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a. Financial assets

Initial recognition and measurement
All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the Company commits to purchase or sell the asset.
Subsequent measurement

For purposes of subsequent measurement, financial assets are classified as under:

- Debt instruments at amortised cost ;
- Debt instruments, mutual funds and derivatives at fair value through profit or loss (FVTPL);
- Equity instruments measured at fair value through other comprehensive income (FVTOCI);

Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost, if both of the following conditions are met: (i) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows; and (ii) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit and loss. The losses arising from impairment are recognised in the statement of profit and loss.

Debt instrument at FVTPL
FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Equity Instruments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as FVTPL. If the Company decides to classify an equity instrument as FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss.

Derecognition
A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e., removed from the Company's balance sheet) when:

a) The rights to receive cash flows from the asset have expired, or

b) The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either

(i) the Company has transferred substantially all the risks and rewards of the asset, or (ii) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass- through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Impairment of Financial Assets
The company assesses at each balance sheet date whether a financial asset or a group of financial assets is impaired.

In accordance with Ind AS 109, the company uses "Expected Credit Loss" (ECL) model, for evaluating impairment of Financial Assets other than those measured at Fair Value Through Profit and Loss (FVTPL).
Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date);
- Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument);

The company follows simplified approach for recognition of impairment loss allowance on loans given and trade receivables and under the simplified approach, the company does not track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECL at each reporting date right from its initial recognition. The company uses a provision matrix to determine impairment loss allowance on loans given and trade receivables. The provision matrix is based on its historically observed default rates over the expected life of loans given trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated.

For other assets, the company uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk full lifetime ECL is used.

b. Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value i.e., loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. All financial liabilities are recognized initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts.

Subsequent measurement

The measurement of financial liabilities depends on their classification.

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading, unless they are designated as effective hedging instruments. Gains or losses on liabilities held for trading are recognised in the statement of profit and loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/losses attributable to changes in own credit risk are recognized in OCI. These gains/loss are not subsequently transferred to the statement of profit and loss.

However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit and loss.

De-recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability

are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

Reclassification of financial assets and liabilities

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no re-classification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a re-classification is made only if there is a change in the business model for managing those assets. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the re-classification prospectively from the re-classification date, which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

Offsetting of financial instruments

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

1.10 Cash and cash equivalents

Cash and bank balances comprise of cash balance in hand, in current accounts with banks and other short-term deposits. For this purpose, “short-term” means investments having maturity of three months or less from the date of investment and which are subject to an insignificant risk of change in value. Bank overdrafts that are repayable on demand form an integral part of our cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows. The Company is not having any overdraft facility/limits from any bank/financial institution.

1.11 Impairment of non-financial assets

The carrying amounts of the Company’s non-financial assets, other than deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment.

If any such indication exists, then the asset’s recoverable amount is estimated. For goodwill and intangible assets that have in definite lives or that are not yet available for use, an impairment test is performed each year at March 31. The recoverable amount of an asset or cash-generating unit (as defined below) is the greater of its value in use and its fair value less costs to sell.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or the cash-generating unit.

For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflow of other assets or groups of assets (the “cash-generating unit”).

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e., the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generated Unit (CGU) to which the asset belongs. If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years. An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognized in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

An impairment loss is recognized in the statement of profit and loss if the estimated recoverable amount of an asset or its cash-generating unit is lower than its carrying amount. Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro-rata basis.

1.12 Employee benefits

Short term employee benefits

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

Defined Contribution Plan

Employee State Insurance is a defined contribution scheme of the Government of India under which both the employer and employee contribute on a monthly basis at a pre-determined rate and the Company has no further obligation.

Defined Contribution Benefits

The Company has an obligation towards gratuity and leave encashment, a defined benefit plan covering eligible employees. The plan provides for lump sum payment on retirement, death while in employment or on separation. The company is making provisions for Gratuity and leave encashment for eligible employees but the estimated provision may differ with the actual amount payable and the difference is adjusted to the statement of profit and loss in the year of actual payment.

1.13 Provisions, Contingent Liabilities and Contingent Assets

Provisions

A provision is recognized in the statement of profit and loss if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities and contingent assets

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Onerous contracts

A provision for onerous contracts is recognised in the statement of profit and loss when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

Reimbursement rights

Expected reimbursements for expenditures required to settle a provision are recognised in the statement of profit and loss only when receipt of such reimbursements is virtually certain. Such reimbursements are recognised as a separate asset in the balance sheet, with a corresponding credit to the specific expense for which the provision has been made.

1.14 Revenue from contracts with customers

Sale of goods and Services

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue from goods and services is recognized, when the company satisfies a performance obligation by transferring a promised goods or services to its customers. The company considers the terms of the contract and its customary business practices to determine the transaction price. Performance obligations are satisfied at the point of time when the customer obtains control of the asset.

Revenue is measured based on transaction price, which is the fair value of the consideration received or receivable, stated net of discounts, returns and Goods &

services Tax. Transaction price is recognised based on the price specified in the contract, net of the estimated sales incentives/discounts. Accumulated experience is used to estimate and provide for the discounts/right of return, using the expected value method. The Company has leased its two factories and is recognising the lease amount on a monthly basis and is impaired if there is any uncertainty in receipt of lease rents. Interest income from a financial asset (loans), is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on time proportionate basis, by reference to the principle outstanding and at the effective interest rate applicable.

Net gain/loss on fair value changes

Any differences between the fair values of financial assets classified as fair value through the profit or loss held by the Company on the balance sheet date is recognised as an unrealised gain/loss. In cases there is a net gain in the aggregate, the same is recognised in "Net gains on fair value changes" under Revenue from operations and if there is a net loss the same is disclosed under "Expenses" in the statement of Profit and Loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL is recognised in net gain/loss in the statement of Profit and Loss.

However, net gain/loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the Statement of Profit and Loss.

1.15 Dividend and Interest Income

Dividend income is recognised in profit or loss on the date on which the Company's right to receive payment is established (provided that it is probable that the economic benefits will flow to the Company and the amount can be measured reliably). Interest Income mainly comprises of interest from banks on term deposits. Other Interest income or expense is recognised using the effective interest method (EIR). Interest is recognized using the time-proportion method, based on rates implicit in the transactions.

1.16 Borrowing cost

Borrowing costs are interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of the cost of that asset. Other borrowing costs are recognised as an expense in the period in which they are incurred.

1.17 Tax Expenses

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination, or items recognised directly in equity or in Other comprehensive income.

Current tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date. Current income tax relating to items recognised outside the statement of profit

and loss is recognised outside the statement of profit and loss (either in OCI or in equity in correlation to the underlying transaction). Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions, where appropriate.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities and assets are recognized for all taxable temporary differences and deductible temporary differences.

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

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

Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss (either in OCI or in equity in correlation to the underlying transaction).

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Minimum alternate tax (MAT) is not applicable to the Company, as it has chosen an option to pay corporate tax under section 115BAA at the rate of 22% plus applicable surcharge and cess subject to compliance with certain conditions.

Goods and Services Tax (GST) paid on acquisition of assets or on incurring expenses When the tax incurred on purchase of assets or services is not recoverable from the taxation authority, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable. Otherwise, expenses and assets are recognized net of the amount of taxes paid. The net amount of tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

Cash Flow Statement

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

1.18 Earning per share

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the year.

The weighted average number of equity shares outstanding during the year is adjusted for events such as bonus issue, bonus element in a rights issue, share split and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

Diluted earnings per share

Diluted earnings per share is computed by dividing the profit (considered in determination of basic earnings per share) after considering the effect of interest and other financing costs or income (net of attributable taxes) associated with dilutive potential equity shares by the weighted average number of equity shares considered for deriving basic earnings per share adjusted for the weighted average number of equity shares that would have been issued upon conversion of all dilutive potential equity shares.

Determining the lease term of contracts with renewal and termination options The Company determines the lease term as the noncancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Company has lease contracts that include extension and termination options. The Company applies judgement in evaluating whether it is reasonably certain to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate. Furthermore, the periods covered by termination options are included as part of the lease term only when they are reasonably certain not to be exercised.

1.19 Determination of fair value

The Company's accounting policies and disclosures require the determination of fair value, for certain financial and non-financial assets and liabilities. Fair values have been determined for measurement and/or disclosure purposes. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

Property, plant and equipment

Property, plant and equipment, if acquired in a business combination or through an exchange of non-monetary assets, is measured at fair value on the acquisition date. For this purpose, fair value is based on appraised market values and replacement cost.

Investments in equity and debt securities and units of mutual funds
The fair value of marketable equity and debt securities is determined by reference to their quoted market price at the reporting date. For debt securities where quoted market prices are not available, fair value is determined using pricing techniques such as discounted cash flow analysis.

In respect of investments in mutual funds, the fair values represent net asset value as stated by the issuers of these mutual fund units in the published statements. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors.

Accordingly, such net asset values are analogous to fair market value with respect to these investments, as transactions of these mutual funds are carried out at such prices between investors and the issuers of these units of mutual funds.

1.20 New standards adopted by the company

Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts - Costs of Fulfilling a Contract

The amendments specify that that the 'cost of fulfilling' a contract comprises the costs that relate directly to the contract. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts.

This amendment is essentially clarification and had there is no significant impact on the financial statements of the company.

Amendments to Ind AS 16- Property, Plant and Equipment: Proceeds before Intended Use

The amendments modified paragraph 17(e) of Ind AS 16 to clarify that excess of net sale proceeds of items produced over the cost of testing, if any, shall not be recognised in the profit or loss but deducted from the directly attributable costs considered as part of cost of an item of property, plant and equipment.

The amendments are effective for annual reporting periods beginning on or after 1 April 2022. These amendments had no impact on the financial statements of the company.

Amendments to Ind AS 103, Business Combinations: Reference to the Conceptual Framework

This amendment added an exception to the recognition principle of Ind AS 103 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets or Appendix C, Levies, of Ind AS 37, if incurred separately. The exception requires entities to apply the criteria in Ind AS 37 or Appendix C, Levies, of Ind AS 37, respectively, instead of the Conceptual Framework, to determine whether a present obligation exists at the acquisition date.

In accordance with the transitional provisions, the company applies the amendments prospectively, i.e., to business combinations occurring after the beginning of the annual reporting period in which it first applies the amendments (the date of initial application). These amendments had no impact on the financial statements of the company as there were no transactions within the scope of these amendments that arose during the period.

1.21 New Accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 01, 2023, as below:

Ind AS 1 – Presentation of Financial Statements

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. The company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 12 – Income Taxes

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. The company does not expect this amendment to have any significant impact in its financial statements.

Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors

The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are "monetary amounts in financial statements that are subject to measurement uncertainty". Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. The company does not expect this amendment to have any significant impact in its financial statements.

Note 2: Property, Plant and Equipment

(Rs. in lakhs)

Sl. No.	Particulars	Gross carrying value				Accumulated depreciation/impairment					Net carrying value	
		As at 31st March, 2022	Additions	Disposals	**As at 31st March, 2023**	As at 31st March, 2022	For the year	Impair-ment for the year	Disposals	**As at 31st March, 2023**	**As at 31st March, 2023**	As at 31st March, 2022
1	Freehold Land	76.03	-	-	**76.03**	-	-	-	-	-	**76.03**	76.03
2	Buildings	79.16	-	-	**79.16**	26.66	3.93	-	-	**30.59**	**48.57**	52.50
3	Plant and Equipment	114.96	-	-	**114.96**	41.76	7.48	-	-	**49.24**	**65.72**	73.20
4	Vehicles	43.31	26.54	-	**69.85**	18.04	7.01	-	-	**25.05**	**44.80**	25.27
5	Office Equipment	2.31	0.46	-	**2.77**	0.73	0.45	-	-	**1.18**	**1.59**	1.58
	Total	315.77	27.00	-	**342.77**	87.19	18.87	-	-	**106.06**	**236.71**	228.58

(Rs. in lakhs)

Sl. No.	Particulars	Gross carrying value				Accumulated depreciation/impairment					Net carrying value	
		As at 31st March, 2021	Additions	Disposals	As at 31st March, 2022	As at 31st March, 2021	For the year	Impair-ment for the year	Disposals	As at 31st March, 2022	As at 31st March, 2022	As at 31st March, 2021
1	Freehold Land	76.03	-	-	76.03	-	-	-	-	-	76.03	76.03
2	Buildings	81.50	-	2.34	79.16	23.08	3.94	-	0.36	26.66	52.50	58.42
3	Plant and Equipment	115.44	-	0.48	114.96	34.74	7.48	-	0.46	41.76	73.20	80.70
4	Vehicles	43.31	-	-	43.31	12.98	5.06	-	-	18.04	25.27	30.33
5	Office Equipment	0.68	1.63	-	2.31	0.39	0.34	-	-	0.73	1.58	0.29
	Total	316.96	1.63	2.82	315.77	71.19	16.82	-	0.82	87.19	228.58	245.77

Note 3: Investments (Non Current)

(Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Investments Outside India	-	-
Investments in India		
A. Investments Carried at fair value through OCI		
Investments in Quoted Equity Instruments	**1,167.48**	1,167.35
Investments in Un Quoted Equity Instruments	**25.00**	25.00
B. Investments designated at fair value through Profit & Loss		
Investments other than Equity	**562.60**	710.33
Aggregate amount of Investments	**1,755.08**	1,902.68
C. Fixed Deposits with Banks	**202.16**	209.04
Total Non Current Investments (A+B+C)	**1,957.24**	2,111.72

Note 3(i): Investments

Sl. No.	INVESTMENTS (LONG TERM) in Equity Instruments Quoted, at Fair Value	**No. of Shares as at 31.03.2023**	**As at 31st March, 2023** (Rs. in lakhs)	No. of Shares as at 31.03.2022	As at 31st March, 2022 (Rs. in lakhs)
1	Accelya Solutions India Limited Equity Shares of Rs.10/- each	**1,100**	**13.41**	1,100	10.21
2	Adani Ports and Special Economic Zone Limited Equity shares of Rs.2/- each	**1,635**	**10.33**	1,635	12.66
3	Aurobindo Pharma Limited Equity shares of Rs.1/- each	**830**	**4.30**	830	5.55
4	Axis Bank Limited Equity shares of Rs.2/- each	**500**	**4.29**	500	3.80
5	Bank of Baroda Equity Shares of Rs.2/- each	**8,200**	**13.84**	8,200	9.15
6	Bharat Petroleum Corporation Limited Equity Shares of Rs.10/- each	**3,996**	**13.75**	3,996	14.35
7	Canara Bank Equity Shares of Rs.10/- each	**5,214**	**14.83**	5,214	11.87
8	Cigniti Technologies Limited Equity Shares of Rs.10/- each	**300**	**2.23**	300	1.29
9	Classic Diamonds (India) Limited Equity Shares of Rs.2/- each	**6,980**	**0.03**	6,980	0.03
10	DCB Bank Limited Equity Shares of Rs.10/- each	**2,000**	**2.14**	2,000	1.39
11	Divis Laboratories Limited Equity Shares of Rs.2/- each	**3,000**	**84.77**	3,000	132.12
12	Edelweiss Financial Services Limited Equity Shares of Rs.1/- each	**1,730**	**0.91**	1,730	1.02
13	Escorts Kubota Limited Equity Shares of Rs.10/- each	**1,000**	**18.92**	1,000	16.92
14	Finolex Cables Limited Equity shares of Rs.2/- each	**500**	**4.06**	500	1.89
15	First Source Solutions Limited Equity shares of Rs.10/- each	**3,000**	**3.16**	3,000	3.75
16	Glenmark Pharmaceuticals Limited Equity Shares of Rs.1/- each	**4,200**	**19.53**	4,200	18.57
17	GOCL Corporation Limited Equity Shares of Rs.2/- each	**2,000**	**5.86**	2,000	5.47
18	Gujarat State Petronet Limited Equity Shares of Rs.10/- each	**1,218**	**3.22**	1,218	3.16
19	Gulf Oil Lubricants India Limited Equity Shares of Rs.2/- each	**2,000**	**8.09**	2,000	8.43
20	HCL Technologies Limited Equity Shares of Rs.2/- each	**3,592**	**39.02**	3,592	41.79
21	HDFC Bank Limited Equity Shares of Rs.1/- each	**14,000**	**225.36**	14,000	205.79
22	Heidelberg Cement India Limited Equity Shares of Rs.10/- each	**1,000**	**1.61**	1,000	1.90
23	Hindustan Petroleum Corporation Limited Equity shares of Rs.10/- each	**1,350**	**3.20**	1,350	3.64
24	ICICI Bank Limited Equity shares of Rs.2/- each	**700**	**6.14**	700	5.11

25	IDBI Bank Limited Equity shares of Rs.10/- each	**2,500**	**1.13**	2,500	1.07
26	IDFC First Bank Limited Equity Shares of Rs.10/- each	**14,765**	**8.12**	14,765	5.85
27	Indraprastha Gas Limited Equity Shares of Rs.2/- each	**6,000**	**25.71**	6,000	22.37
28	Infosys Limited Equity Shares of Rs.5/- each	**1,530**	**21.84**	1,380	26.32
29	Integrated Hi-Tech Limited Equity Shares of Rs.10/- each	**700**	**0.03**	700	0.03
30	ITC Limited Equity Shares of Rs.1/- each	**9,000**	**34.51**	9,000	22.57
31	Kotak Mahindra Bank Limited Equity Shares of Rs.5/- each	**600**	**10.40**	600	10.53
32	Larsen & Toubro Limited Equity shares of Rs.2/- each	**562**	**12.17**	562	9.93
33	Laurus Labs Limited Equity Shares of Rs.2/- each	**10,075**	**29.52**	8,725	51.48
34	Mahindra & Mahindra Financial Services Limited Equity shares of Rs.2/- each	**2,038**	**4.73**	2,038	3.24
35	Mahindra & Mahindra Limited Equity Shares of Rs.5/- each	**2,400**	**27.80**	2,400	19.34
36	Manappuram Finance Limited Equity Shares of Rs.2/- each	**1,000**	**1.24**	1,000	1.14
37	Maruti Suzuki India Limited Equity Shares of Rs.5/- each	**300**	**24.88**	300	22.68
38	NCC Limited Equity Shares of Rs.2/- each	**2,000**	**2.13**	2,000	1.17
39	NHPC Limited Equity Shares of Rs.10/- each	**3,500**	**1.41**	3,500	0.97
40	NTPC Limited Equity Shares of Rs.10/- each	**10,894**	**19.09**	10,894	14.70
41	Oil and Natural Gas Corporation Limited Equity Shares of Rs.5/- each	**900**	**1.36**	900	1.48
42	Petronet LNG Limited Equity Shares of Rs.10/- each	**60,250**	**137.85**	60,250	116.67
43	Power Grid Corporation of India Limited Equity Shares of Rs.10/- each	**1,164**	**2.63**	1,164	2.52
44	PTC India Financial Services Limited Equity Shares of Rs.10/- each	**35,500**	**4.48**	35,500	5.54
45	PTC India Limited Equity Shares of Rs.10/- each	**2,100**	**1.79**	2,100	1.73
46	Rallis India Limited Equity Shares of Rs.1/- each	**3,000**	**5.78**	3,000	7.14
47	Raymond Limited Equity shares of Rs.10/- each	**500**	**6.11**	500	4.27
48	REC Limited Equity Shares of Rs.10/- each	**2,666**	**3.08**	2,000	2.46
49	Reliance Industries Limited Equity shares of Rs.10/- each	**2,062**	**48.07**	2,062	54.31
50	SMS Lifesciences India Limited Equity Shares of Rs.10/- each	**357**	**1.86**	357	2.48

51	SMS Pharmaceuticals Limited Equity Shares of Rs.1/- each	**10,000**	**5.78**	10,000	9.38
52	Sun Pharmaceutical Industries Limited Equity Shares of Rs.1/- each	**500**	**4.92**	500	4.57
53	Tata Coffee Limited Equity shares of Rs.1/- each	**2,500**	**5.15**	2,500	5.42
54	Tata Consultancy Services Limited Equity shares of Rs.1/- each	**496**	**15.90**	496	18.54
55	Tata Steel Limited Equity shares of Rs.1/- (Rs.10/-) each	**34,340**	**35.88**	3,434	44.88
56	Tech Mahindra Limited Equity Shares of Rs.5/- each	**2,532**	**27.90**	2,532	37.96
57	The Indian Hume Pipe Company Limited Equity Shares of Rs.2/- each	**1,000**	**1.21**	1,000	1.78
58	The Federal Bank Limited Equity Shares of Rs.2/- each	**1,000**	**1.32**	1,000	0.97
59	The Karnataka Bank Limited Equity Shares of Rs.10/- each	**4,305**	**5.86**	4,305	2.38
60	Tilaknagar Industries Limited Equity Shares of Rs.10/- each	**35,000**	**39.39**	35,000	23.27
61	Tanla Plotforms Limited Equity Shares of Rs.1/- each	**750**	**3.92**	-	-
62	UCO Bank Equity Shares of Rs.10/- each	**11,900**	**2.90**	11,900	1.41
63	Vardhman Textiles Limited Equity Shares of Rs.2/- each	**2,300**	**6.76**	-	-
64	Vedanta Limited Equity Shares of Rs.1/- each	**3,000**	**8.24**	3,000	12.10
65	Virgo Global Limited Equity Shares of Rs.4/- each	**20,000**	**1.73**	20,000	0.09
66	Vishnu Chemicals Limited Equity Shares of Rs. 2/- (Rs.10/-) each	**6,025**	**16.31**	600	9.56
67	Voltas Limited Equity Shares of Rs.1/- each	**5,000**	**40.91**	5,000	62.23
68	Yes Bank Limited Equity Shares of Rs.2/- each	**17,800**	**2.68**	7,800	0.96
	Total (A)		**1,167.48**		1,167.35

Equity Instruments Un - Quoted, at Fair Value

Sl. No.	INVESTMENTS (LONG TERM) in Equity Instruments Un - Quoted, at Fair Value	**No. of Shares as at 31.03.2023**	**As at 31st March, 2023 (Rs. in lakhs)**	No. of Shares as at 31.03.2022	As at 31st March, 2022 (Rs. in lakhs)
1	The Adarsh Co- Operative Urban Bank Limited 'A' Class Ordinary Shares of Rs.50/- each	**50,000**	**25.00**	50,000	25.00
2	Chennai Super Kings Cricket Limited Equity Shares of Rs.0.10 each	**500**	**-**	500	-
	Total (B)		**25.00**		25.00
	Total (A+B)		**1,192.48**		1,192.35

Debentures at Fair Value

Sl. No.	INVESTMENTS (LONG TERM) in Non Convertible Debentures Quoted, at Fair Value	**No. of Debentures as at 31.03.2023**	**As at 31st March, 2023 (Rs. in lakhs)**	No. of Debentures as at 31.03.2022	As at 31st March, 2022 (Rs. in lakhs)
1	NTPC Limited 8.49% Non Convertible Debentures of Rs.12.50 each	**9,079**	**0.93**	9,079	1.19
	Total (C)		**0.93**		1.19

Bonds - at Fair Value

Sl. No.	INVESTMENTS (LONG TERM) in Bonds Quoted, at Fair Value	**No. of Bonds as at 31.03.2023**	**As at 31st March, 2023 (Rs. in lakhs)**	No. of Bonds as at 31.03.2022	As at 31st March, 2022 (Rs. in lakhs)
1	REC Limited 5.75% Capital gain Bonds of Rs.10,000/-each	**170**	**17.00**	170	17.00
2	State Bank of India 9.45% Perpetual Bonds of Rs.10,00,000/- each	**1**	**10.13**	1	10.58
3	State Bank of India 9.56% Perpetual Bonds of Rs.10,00,000/- each	**1**	**10.30**	1	10.66
	Total (D)		**37.43**		38.24

Mutual Funds - At Fair Value

Sl. No.	INVESTMENTS (LONG TERM) in Mutual Fuinds Quoted, at Fair Value	**No. of Units as at 31.03.2023**	**As at 31st March, 2023 (Rs. in lakhs)**	No. of Units as at 31.03.2022	As at 31st March, 2022 (Rs. in lakhs)
1	Aditya Birla Sun Life Dividend Yield Fund - Growth - Regular Plan Units of Rs.10/- each	**4,045.221**	**10.82**	4,045.221	10.29
2	Aditya Birla Sun Life Frontline Equity Fund - Reinvestment - IDCW Units of Rs.10/- each	**13,007.919**	**4.04**	12,310.588	4.05
3	Axis Mid Cap Fund - Regular Growth Units of Rs.10/- each	**13,376.137**	**8.61**	13,376.137	9.02
4	DSP Flexi Cap Fund - Regular Plan - IDCW - Reinvest Units of Rs.10/- each	**90,508.954**	**41.11**	83,947.993	42.02
5	Franklin India Blue Chip Fund - Growth Units of Rs.10/- each	**2,238.138**	**15.06**	2,238.138	15.30
6	Templeton India Value Fund - IDCW - Reinvest Units of Rs.10/- each	**42,494.645**	**31.70**	39,320.713	28.89
7	ICICI Prudential Blue Chip Fund - IDCW - Reinvest Units of Rs.10/- each	**87,620.444**	**20.54**	80,402.629	20.13
8	ICICI Prudential Value Discovery Fund - IDCW - Reinvest Units of Rs.10/- each	**98,996.403**	**28.15**	88,364.812	26.37
9	IRB Invit Fund Units of Rs.102/- each	**10,000.000**	**6.76**	10,000.000	5.24
10	HSBC Flexi Cap Fund - Regular Growth (L & T Flexi Cap Fund - Growth) Units of Rs.10/- each	**22,725.329**	**29.00**	23,949.364	28.27
11	HSBC Large and Midcap Fund - Regular Growth (L & T Large and Mid Cap Fund - Growth) Units of Rs.10/- each	**2,23,316.009**	**34.26**	48,899.756	34.34
12	Nippon India Value Fund - Growth Plan - Growth Option Units of Rs.10/- each	**15,757.882**	**19.07**	15,757.882	19.40
13	SBI Contra Fund - Regular Plan - IDCW - Reinvest Units of Rs.10/- each	**43,545.477**	**17.10**	43,545.477	15.09
14	Tata Digital India Fund Regular Plan Growth Units of Rs.10/- each	**12,983.989**	**4.07**	12,983.989	4.98
15	UTI - Corporate Bond Fund - Direct Growth Plan Units of Rs.10/- each	**-**	**-**	1,27,380.728	17.07
16	UTI - Master Share Unit Scheme - Regular Plan Reinvestment - IDCW Units of Rs.10/- each	**7,808.935**	**3.09**	7,613.333	3.23
17	UTI - Master Share Unit Scheme - Regular Plan Growth Units of Rs.10/- each	**18,759.762**	**34.80**	18,759.762	36.33
18	UTI Banking & Financial Services Fund - Regular Plan Reinvestment - IDCW Units of Rs.10/- each	**2,961.261**	**1.39**	2,961.261	1.29
19	UTI Banking & Financial Services Fund - Regular Plan Growth Units of Rs.10/- each	**13,287.561**	**16.07**	13,287.561	14.91

Mutual Funds - At Fair Value

20	UTI Banking & Financial Services Fund - Regular Growth Plan Units of Rs.10/- each	**20,070.570**	**24.27**	20,070.570	22.52
21	UTI Dividend Yield Fund - Direct Plan Growth Units of Rs.10/- each	**5,773.639**	**6.28**	5,773.639	6.47
22	UTI Dividend Yield Fund - Regular Growth Plan Units of Rs.10/- each	**23,783.312**	**24.30**	23,783.312	25.18
23	UTI Mid Cap Fund - Regular Plan Reinvestment of IDCW Units of Rs.10/- each	**6,822.258**	**5.75**	6,822.258	5.84
24	UTI Mid Cap Fund - Direct Plan Growth Units of Rs.10/- each	**40,587.967**	**78.97**	33,483.126	65.48
25	UTI MNC Fund - Regular Plan Growth Units of Rs.10/- each	**11,058.991**	**29.21**	11,058.991	28.54
26	UTI Money Market Fund - Direct Growth Plan Units of Rs.1,000/- each	**-**	**-**	3,465.386	86.32
27	UTI Treasury Advantage Fund - Direct Growth Plan Units of Rs.1,000/- each	**-**	**-**	2,260.312	65.38
28	UTI Transportation & Logistics Fund - Direct Plan Growth Units of Rs.10/- each	**2,793.837**	**4.44**	2,793.837	3.92
29	UTI Transportation & Logistics Fund - Direct Plan Growth Units of Rs.10/- each	**649.674**	**1.03**	649.674	0.91
30	UTI Value Opportunities Fund - Direct Growth Plan Units of Rs.10/- each	**22,822.415**	**24.35**	22,822.415	24.12
	Total (E)		**524.24**		670.90
	Total (C+D+E)		**562.60**		710.33
	Grand Total (A+B+C+D+E)		**1,755.08**		1,902.68

Note 4: Other Financial Assets (Non Current) (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Sales Tax Deposit	**0.05**	0.05
Security Deposit - TSSPDCL	**42.84**	42.84
Rental Deposit	**0.21**	0.21
Other - Deposits	**0.43**	0.64
Total	**43.53**	43.74

Note 5: Other Non Current Assets (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Advances	**82.50**	82.50
Advance for Flats	**203.00**	203.00
Income Tax Refund Due F.Y 2020-21	**-**	0.51
Total	**285.50**	286.01

Note 6: Investments (Current) (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
A. Investments designated at fair value through Profit & Loss		
UTI Liquid Cash Plan - Direct Growth Plan		
1,138.960 Units of Rs.1,000/- each	**-**	39.73
	-	39.73
B. Fixed Deposits with Banks	**9.04**	-
Total Current Investments (A+B)	**9.04**	39.73

Note 7: Trade Receivables (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Trade Receivables considered good - Secured	**-**	-
Trade Receivables considered good - Unsecured	**0.76**	15.89
Trade Receivables which have significant increase in Credit Risk	**-**	-
Trade Receivables - credit impaired	**-**	-
Total	**0.76**	15.89

Trade Receivables ageing schedule as at 31st March, 2023 (Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 Months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	**Total**
(i) Undisputed Trade receivables - Considered good	**0.76**	-	-	-	-	-	**0.76**
(ii) Undisputed Trade receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-

Trade Receivables ageing schedule as at 31st March, 2022 (Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment						
	Not Due	Less than 6 Months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	**Total**
(i) Undisputed Trade receivables - Considered good	15.89	-	-	-	-	-	15.89
(ii) Undisputed Trade receivables - Which have significant increase in credit risk							
(iii) Undisputed Trade Receivables - Credit Impaired							
(iv) Disputed Trade Receivables - Considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-

Note 8: Cash and Cash Equivalents (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
a) Cash and Cash Equivalents		
i) Cash on hand	**0.26**	0.21
ii) Balances with banks		
- Current Accounts	**40.99**	9.98
- Cheques in hand	**-**	26.58
iii) Fixed Deposits with original maturity of 3 months or less than 3 months.	**330.00**	43.89
Total	**371.25**	80.66

Note 9: Other Financial Assets (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Loans/ICDs Receivables considered good - Secured	**-**	-
Loans/ICDs Receivables considered good - Unsecured	**221.75**	221.75
Loans/ICDs Receivables which have significant increase in Credit Risk	**-**	-
Loans Receivables - credit impaired	**-**	-
Total (A)	**221.75**	221.75
Less: Provision for Impairement on Loans/ICDs	**-**	-
Total (B)	**-**	-
Total Loans (A-B) - Net	**221.75**	221.75

Note 10: Other Current Assets (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Other Advances, Unsecured	**0.11**	-
Total	**0.11**	-

Note 11: Share Capital (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Authorized Share Capital		
1,20,00,000 Equity Shares of Rs.10/- each	**1,200.00**	1,200.00
Issued, Subscribed & Called Up Capital:		
89,82,900 Equity Shares of Rs.10/- each	**898.29**	898.29
Paid up Capital:		
67,53,100 Equity Shares of Rs.10/- each	**675.31**	675.31
Forfeiture of Shares	**55.75**	55.75
Total	**731.06**	731.06

a) Reconciliation of Number of Shares: (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	Amount	As at 31st March, 2022	Amount
Number of Shares and Share capital at the beginning of the year	**67,53,100**	**675.31**	67,53,100	675.31
Add : Shares issued during the year	**-**	**-**	-	-
Number of Shares and Share capital at the ending of the year		**675.31**		675.31

b) Terms/Rights attached

The Company has issued only one class of shares having par value of Rs.10/- per share. Each holder of equity shares who has paid total amount of Rs.10/- per share is entitled to one vote per share. 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 preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Aggregate number of equity shares issued for consideration other than cash/Bonus shares during the period of five years immediately preceding the reporting date: Nil

c) The Details of shareholders holding more than 5% shares:

Name of the Shareholder	**As at 31st March, 2023**		As at 31st March, 2022	
	No. of shares	**% of Holding**	No. of shares	% of Holding
1. Krishnaraj Securities Private Limited	**15,18,530**	**22.49%**	15,18,530	22.49%
2. T. Adinarayana	**7,53,530**	**11.16%**	7,53,530	11.16%

d) Shares held by promoters at the end of the year

Date	Promoter Name	No. of Shares	% of total shares	% Change during the year
31.03.2022	As per table below	24,85,180	36.82	0.04
31.03.2023		24,88,880	36.86	

Annexure: Shareholding of Promoters

Sl No.	Promoter Name	As at 31st March, 2022		**As at 31st March, 2023**		% Change
		No. of shares	% of shares	**No. of shares**	**% of shares**	
1	T. Adinarayana	7,53,530	11.16	7,53,530	11.16	-
2	T.H.P.S. Kumar	54,010	0.80	54,010	0.80	-
3	T. Bhagya Lakshmi	51,110	0.76	51,110	0.76	-
4	T. L. Pravallika	37,000	0.55	37,000	0.55	-
5	T. Nanda Krishna	29,500	0.44	29,500	0.44	-
6	T. Raja Sekhar	27,500	0.41	31,200	0.46	0.04
7	T. Archana	14,000	0.21	14,000	0.21	-
8	Krishnaraj Securities Private Limited	15,18,530	22.49	15,18,530	22.49	-
	Total	24,85,180	36.82	24,88,880	36.86	0.04

Note 12: Other Equity (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Retained earnings	**1,406.08**	1,275.08
Capital Reserve	**13.22**	13.22
Other Comprehensive Income	**923.60**	955.43
Total	**2,342.90**	2,243.73

Note 13: Provisions (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Leave Encashment	**4.17**	3.73
Gratuity	**2.54**	2.15
Total	**6.71**	5.88

Note 14: Deferred Tax Liabilities (net) (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Opening Balance	**15.72**	17.68
Add : On account of Depreciation	**0.79**	(0.47)
Add : On account of Gratuity & Leave Encashment	**(1.69)**	(1.49)
Add : On account of other Adjustments	**(3.31)**	-
Total	**11.51**	15.72

Note 15: Other Non Current Liabilities (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Others - Deposits from Customers	**25.00**	25.00
Total	**25.00**	25.00

Note 16: Trade Payables (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
(i) Total outstanding dues of micro and small enterprises	**-**	-
(ii) Total outstanding dues of creditors other than micro and small enterprises	**-**	-
Total	**-**	-

Trade Payables ageing schedule as at 31st March, 2023

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	**Total**
(i) Total outstanding dues to micro enterprises and small enterprises	-	-	-	-	-	-
(ii) Total outstanding dues to creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-

Trade Payables ageing schedule as at 31st March, 2022

(Rs. in lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	**Total**
(i) Total outstanding dues to micro enterprises and small enterprises	-	-	-	-	-	-
(ii) Total outstanding dues to creditors other than micro enterprises and small enterprises	-	-	-	-	-	-
(iii) Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-
(iv) Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-

Note 17: Other Financial Liabilities (Current) (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Liability for expenses	**1.38**	0.98
GST Payable	**3.64**	3.50
TDS Payable	**0.46**	0.07
Other Payables	**0.95**	-
Income Tax Payable - F.Y. 2019-2020	**-**	0.19
Income Tax Payable - F.Y. 2021-2022	**-**	1.95
Total	**6.43**	6.69

Note 18: Short Term Provisions (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Provision for Income Tax - F.Y. 2022-2023	**2.28**	-
Total	**2.28**	-

Note 19: Revenue from Operations (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
A. Bulk Drugs and Intermediates - Lease Rents	**128.50**	122.50
B. Income from Other Operations		
(a) Interst on Fixed Deposits	**22.43**	22.40
(b) Interest on ICD's/Loans	**43.70**	32.10
	66.13	54.50
C. Revenue from Operations (Fair Value Gains)	**0.07**	82.68
Total	**194.70**	259.68

Note 20: Other Income (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Dividend Income:		
Equities	**30.07**	21.65
Mutual Funds	**11.69**	11.60
	41.76	33.25
Interest (from Tax Free Bonds)	**-**	0.54
Interest on Deposit with TSSPDCL	**4.30**	4.27
Bad Debts/Deposits Recovery	**0.09**	1.05
Interest from Bonds	**2.61**	4.53
Profit on Sale of Mutual Funds	**1.50**	-
Profit on Sale of PPE	**-**	0.46
Total	**50.26**	44.10

Note 21: Employee Benefits Expense (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Salaries and Wages	**33.72**	31.90
Leave Encashment	**0.44**	0.93
ESI	**0.32**	0.33
Staff Welfare	**0.78**	0.50
Gratuity	**0.53**	0.50
Total	**35.79**	34.16

Note 22: Finance Costs (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Interest Paid to Bank	**-**	-
Total	**-**	-

Note 23: Depreciation and Amortization Expense (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Depreciation	**18.88**	16.82
Total	**18.88**	16.82

Note 24: Other Expenses (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Power and Fuel	**0.10**	0.07
Rent	**1.56**	1.46
Advertisement Expenses	**0.49**	0.44
Audit Fee	**0.48**	0.24
Bank Charges	**0.03**	0.05
Communication Expenses	**0.22**	0.28
Conveyance Expenses	**1.77**	1.91
Cusotdy Fee	**0.45**	0.45
Insurance	**2.70**	2.05
Listing Fee	**0.55**	0.55
Miscellaneous Expenses	**1.20**	1.18
Office Maintenance	**0.77**	0.34
Postage & Telegrams	**0.01**	-
Printing & Stationary	**0.50**	0.38
Professional charges	**1.67**	1.26
Repairs and Maintenance	**0.72**	0.68
Secretarial Audit Fee	**0.25**	0.25
Share Transfer & Depository Fee	**0.61**	0.48
Sitting Fee & Incidental Expenses	**0.60**	0.60
Vehicles Maintenance	**2.37**	2.74
Total	**17.05**	15.41

Note 25: Current Tax (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Current Tax	**46.16**	39.66
Prior Period Tax	**0.29**	-
Total	**46.45**	39.66

Note 26: Auditors Remuneration (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Audit fee	**0.47**	0.23
Reimbursement of out of pocket expenses	**0.01**	0.01
Total	**0.48**	0.24

Note 27: Earnings per Share (Rs. in lakhs)

Particulars	As at 31st March, 2023	As at 31st March, 2022
Earnings		
Profit attributable to equity holders	**131.00**	199.64
Shares		
Number of shares at the beginning of the year	**67,53,100**	67,53,100
Add: Equity Shares issued	**-**	-
Less: Buy back of Equity shares	**-**	-
Total number of equity shares outstanding at the end of the year	**67,53,100**	67,53,100
Weighted average number of equity shares outstanding during the year – Basic	**67,53,100**	67,53,100
Add: Weighted average number of equity shares arising out of outstanding stock options (net of the stock options forfeited) that have dilutive effect on the EPS	**-**	-
Weighted average number of equity shares outstanding during the year – Diluted	**67,53,100**	67,53,100
Earnings per share of par value of Rs.10/- Basic	**1.94**	2.96
Earnings per share of par value of Rs.10/- Diluted	**1.94**	2.96

Note 28: Related Parties

In accordance with the provisions of Ind AS 24 "Related Party Disclosures" and the Companies Act, 2013, Company's Directors, members of the Company's Management and Key Managerial Personnel are as below:

Sl. No.	Name of the Related Party	Nature of Relationship
1	Sri. T. Adinarayana	Chairman
2	Sri. T. Govardhana Rao	Independent Director
3	Ms. M. Sri Devi	Independent Director
4	Sri. G. Mohan Rao	Independent Director
5	Smt. Shilpa Bung	Independent Director
6	Sri. P.L.V. Subba Rao	Director
7	Sri. T. R. Sekhar	Executive Director
8	Sri. B. Kumar	Chief Financial Officer
9	Ms. Lekha Sai Surapaneni	Company Secretary

Related Party Transactions (Rs. in lakhs)

Sl. No.	Nature of Transaction	As at 31st March, 2023	Total	As at 31st March, 2022	Total
1	Directors Remuneration /Salary and Perquisites – (Executive Director)	**17.26**	**17.26**	15.79	15.79
2	Fee for attending Board/ Committee meetings				
	T. Govardhana Rao	**0.12**	**0.12**	0.12	0.12
	M. Sri Devi	**0.12**	**0.12**	0.12	0.12
	P. L.V. Subba Rao	**0.12**	**0.12**	0.12	0.12
	Shilpa Bung	**0.12**	**0.12**	0.12	0.12
	G. Mohan Rao	**0.12**	**0.12**	0.12	0.12
3	Salary (CFO)	**3.38**	**3.38**	3.12	3.12
4	Salary (Company Secretary)	**3.00**	**3.00**	3.00	3.00

Enterprises related to promoters/directors or their relatives:
M/s.Ushakiran Finance Limited and M/s. Krishnaraj Securities Private Limited.

Note 29: Segment Reporting

Segments have been identified in line with the Indian Accounting Standard on Segment Reporting (Ind AS 108) considering the organization structure and the differential risks and returns of these segments. Ind AS 108 establishes standards for the way that public business enterprises report information about operating segments and related disclosures about products and services. The accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments and are as set out in the Significant Accounting Policies.

Segment wise Revenue, Results and Capital Employed for the year ended 31st March, 2023 (Rs. in lakhs)

Particulars	For the year ended	
	31st March, 2023	31st March, 2022
Segment Revenue		
a) Bulk Drugs and Intermediates (lease rents)	**128.50**	122.50
b) Investments	**116.46**	181.28
Total	**244.96**	303.78
Less: Inter Segment Revenue	**-**	-
Net sales/Income from Operations	**244.96**	303.78
Segment Results Profit/(Loss) before tax and finance cost from each segment		
a) Bulk Drugs and Intermediates (lease rents)	**107.69**	104.25
b) Investments	**116.46**	181.28
Total	**224.15**	285.53
Less: (i) Finance Costs	**-**	-
(ii) Other Un-allocable Expenditure net off	**50.91**	48.14
(iii) Un-allocable income	**-**	-
Total Profit Before Tax	**173.24**	237.39
Capital Employed		
(Segment Assets – Segment Liabilities)		
a) Bulk Drugs and Intermediates	**894.97**	641.33
b) Investments	**2,178.99**	2,333.46
Total	**3,073.96**	2,974.79

Note 30: Employee benefits

a. Defined Benefit Plans:

The Company operates defined contribution schemes like Employee State Insurance Scheme. For this scheme contributions are made by the company and employees at a predetermined rate based on current salaries.

b. Defined Benefit Plans:

i. Gratuity:

The company has covered its gratuity liability for eligible employees. The benefits are determined and carried out at each Balance Sheet date.

ii. Leave Encashment:

The Company has created provision for leave encashment liability for eligible employees. The benefits are determined and carried out at each Balance Sheet date. Components of Defined Benefit Cost:

Gratuity (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Employee benefit expense		
Opening Service cost	**2.15**	1.49
Current Service Cost	**0.53**	0.50
Actuarial (gain)/loss on obligation	**(0.14)**	0.16
Total	**2.54**	2.15

Leave Encashment (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Employee benefit expense		
Opening Service cost	**3.73**	2.80
Current Service Cost	**0.87**	1.00
Actuarial (gain)/loss on obligation	**(0.43)**	(0.07)
Total	**4.17**	3.73

Amount recognised in the Balance Sheet (Rs. in lakhs)

Particulars	**As at 31st March, 2023**	As at 31st March, 2022
Provision for Gratuity	**2.54**	2.15
Provision for Leave Encashment	**4.17**	3.73
Total	**6.71**	5.88

Note 31: Income Taxes

a. Income tax expense/(benefit) recognized in the statement of profit and loss:

Income tax expense/(benefit) recognized in the statement of profit and loss consists of the following:

(Rs. in lakhs)

Particulars	For the Year Ended 31st March	
	2023	2022
Current tax expense		
Domestic	**46.45**	39.66
Deferred tax expense/(benefit)		
Domestic	**(4.21)**	(1.91)
Total income tax expense/(benefit) recognized in the statement of profit and loss	**42.24**	37.75

b. Reconciliation of Effective tax rate

(Rs. in lakhs)

Particulars	For the Year Ended 31st March	
	2023	2022
Profit before income taxes	**173.24**	237.39
Enacted tax rate in India	**25.168%**	25.168%
Computed expected tax benefit/(expense)	**43.60**	59.75
Effect of: Expenses not deductible for Tax purposes	**4.99**	4.61
Expenses deductible for Tax purposes	**(4.10)**	(3.65)
Items not subjected to Tax purposes	**(0.39)**	(21.06)
Taxable at Special Rates & Others	**2.05**	-
Income tax effect of earlier periods	**0.30**	-
Income tax benefit/(expense)	**46.45**	39.65
Effective tax rate	**26.81%**	16.71%

The Company's average effective tax rate for the years ended 31st March, 2023 and 31st March, 2022 were 26.81% and 16.71%, respectively.

c. Deferred tax Assets & Liabilities

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the items that created these differences is given below:

(Rs. in lakhs)

Particulars	For the Year Ended 31st March	
	2023	2022
Deferred tax (assets)/liabilities:		
Opening Balance	**15.72**	17.68
Property, plant and equipment – Depreciation	**0.79**	(0.47)
Others – Employee Benefits	**(1.69)**	(1.49)
Others – OCI & RFO	**(3.31)**	-
Net deferred tax (assets)/liabilities	**11.51**	15.72

d. Movement in deferred tax assets and liabilities during the year ended 31st March, 2023 & 31st March, 2022

(Rs. in lakhs)

Particulars	As at 31st March, 2022	Recognized in statement of profit and loss	Recognized in equity	**As at 31st March, 2023**
Deferred tax (assets)/liabilities – Opening Balance	15.72	-	-	**15.72**
Property, plant and equipment – Depreciation	-	0.79	-	**0.79**
Others – Employee Benefits	-	(1.69)	-	**(1.69)**
Others – OCI & RFO	-	(3.31)	-	**(3.31)**
Net deferred tax (assets)/liabilities	15.72	(4.21)	-	**11.51**

(Rs. in lakhs)

Particulars	As at 31st March, 2021	Recognized in statement of profit and loss	Recognized in equity	As at 31st March, 2022
Deferred tax (assets)/liabilities – Opening Balance	17.68	-	-	17.68
Property, plant and equipment – Depreciation	-	(0.47)	-	(0.47)
Others – MAT Credit	-	(1.49)	-	(1.49)
Net deferred tax (assets)/liabilities	17.68	(1.96)	-	15.72

Note 32: Investments

Investments consist of investments in Mutual funds, Bonds, Preference Shares and Debentures measured at Fair value through Profit & Loss Account and investment in equity instruments measured at Fair Value through Other Comprehensive Income. The election made at the time of transition to Ind AS is irrevocable.

The details of such Investments in Mutual Funds, Debentures, Bonds, Preference Shares and Equity as of 31st March, 2023 and 31st March, 2022 are as follows:

Financial Investments Measured at Fair Value (Rs. in lakhs)

As at 31st March, 2023	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTPL						
Investments in Mutual Funds	271.31	524.24	524.24	-	-	524.24
Investments in Bonds	38.19	37.43	37.43	-	-	37.43
Investments in Debentures	-	0.93	0.93	-	-	0.93
UTI Liquid Cash Plan	-	-	-	-	-	-
Total	309.50	562.60	562.60	-	-	562.60

(Rs. in lakhs)

As at 31st March, 2022	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets Measured at FVTPL						
Investments in Mutual Funds	390.20	670.90	670.90	-	-	670.90
Investments in Bonds	38.19	38.24	38.24	-	-	38.24
Investments in Debentures	-	1.19	1.19	-	-	1.19
UTI Liquid Cash Plan	39.73	39.73	39.73	-	-	39.73
Total	468.12	750.06	750.06	-	-	750.06

(Rs. in lakhs)

As at 31st March, 2023	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets						
Measured at FVTOCI						
Investments in Equity Instruments	239.87	1,167.48	1,167.48	-	-	**1,167.48**
Total	239.87	1,167.48	1,167.48	-	-	**1,167.48**

(Rs. in lakhs)

As at 31st March, 2022	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets						
Measured at FVTOCI						
Investments in Equity Instruments	207.77	1,167.35	1,167.35	-	-	1,167.35
Total	207.77	1,167.35	1,167.35	-	-	1,167.35

(Rs. in lakhs)

As at 31st March, 2023	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets						
Measured at FVTOCI						
Investments in Equity - Unlisted	25.00	25.00	-	-	25.00	**25.00**
Total	25.00	25.00	-	-	25.00	**25.00**

(Rs. in lakhs)

As at 31st March, 2022	Cost	Fair Value	Level 1	Level 2	Level 3	Total
Financial Assets						
Measured at FVTOCI						
Investments in Equity - Unlisted	25.00	25.00	-	-	25.00	25.00
Total	25.00	25.00	-	-	25.00	25.00

Level 1: Fair Value measurements are based on quoted prices. This includes listed equity instruments, Bonds, Debentures, Preference Shares and mutual funds that have quoted price. The fair values of equity are traded in the stock exchanges are valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV. Unlisted shares have been classified as Level 3.

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments, other than those with carrying amounts that are reasonable approximations of fair values.

(Rs. in lakhs)

Particulars	Carrying value		Fair value	
	As at 31st March, 2023	As at 31st March, 2022	**As at 31st March, 2023**	As at 31st March, 2022
Financial assets				
Cash and cash equivalents	**371.25**	80.66	**371.25**	80.66
Trade receivables	**0.76**	15.89	**0.76**	15.89
Other financial assets	**265.28**	221.75	**265.28**	221.75
Investments	**1,755.08**	-	**1,755.08**	-
Fixed Deposits	**211.20**	-	**211.20**	-
Total	**2,603.57**	318.30	**2,603.57**	318.30
Financial liabilities				
Borrowings	**-**	-	**-**	-
Trade payables	**-**	-	**-**	-
Other financial liabilities	**6.43**	6.69	**6.43**	6.69
Total	**6.43**	6.69	**6.43**	6.69

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the Asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).

Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

Fair value hierarchy of financial assets and financial liabilities (Rs. in lakhs)

As at 31st March, 2023	Level 1	Level 2	Level 3	Total
Financial Assets				
Investments:				
Listed	1,730.08	-	-	1,730.08
Unlisted	-	-	25.00	25.00
Fixed Deposits with Banks	211.20	-	-	211.20
Other Financial Assets	-	-	265.28	265.28
Trade Receivables	-	-	0.76	0.76
Cash and Cash Equivalents	371.25	-	-	371.25
Total financial Assets	**2,312.53**	**-**	**291.04**	**2,603.57**
Financial Liabilities				
Other Financial Liabilities	-	-	6.43	6.43
Total financial Liabilities	-	-	**6.43**	**6.43**

Fair value hierarchy of financial assets and financial liabilities (Rs. in lakhs)

As at 31st March, 2022	Level 1	Level 2	Level 3	Total
Financial Assets				
Non Current Assets				
Investments:				
Listed	1,877.68	-	-	1,877.68
Unlisted	-	-	25.00	25.00
Fixed Deposits with Banks	209.04	-	-	209.04
Other Financial Assets	-	-	43.74	43.74
Current Assets				
Investments	39.73	-	-	39.73
Trade Receivables	-	-	15.89	15.89
Cash and Cash Equivalents	80.66	-	-	80.66
Other Financial Assets	-	-	221.75	221.75
Total financial Assets	2,207.11	-	306.38	2,513.49
Financial Liabilities				
Other Financial Liabilities	-	-	6.69	6.69
Total financial Liabilities	-	-	6.69	6.69

Note 33: Financial Risk Management

The Company's activities expose it to a variety of financial risks, including credit risk, liquidity risk and Market risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors and the Audit Committee is responsible for overseeing the Company's risk assessment and management policies and processes.

a) Credit Risk

Credit risk is the risk of financial loss to the Company, if a customer or counterparty to a financial instrument fails to meet its contractual obligations, that arises principally from the Company's receivables from customers. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of credit worthiness as well as concentration of risks. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. Risk principally consists of investments classified as loans and receivables, trade receivables, loans and advances and other financial assets.

Trade Receivables - The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses Expected Credit Loss (ECL) model for assessing the impairment loss. The Company has leased out its two factories to one entity and thus there is significant concentration risk. As the Company trade receivables are realised within normal credit period adopted by the company, hence the Trade Receivables are not impaired.

Financial assets that are neither past due nor impaired - None of the Company's cash and cash equivalents, including deposits with banks, were past due or impaired as at 31st March, 2023.

b) Liquidity Risks

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation. The Company's objective is to provide financial resources to meet its business objectives in a timely, cost effective and reliable manner and to manage its capital structure.

As of 31st March, 2023 and 31st March, 2022, the Company had unutilized credit limits from banks of NIL and NIL respectively.

As of 31st March, 2023, the Company had working capital (current assets less current liabilities) of Rs.594.21 lakhs including cash and cash equivalents of Rs.371.25 lakhs as of 31st March, 2022, the Company had working capital (current assets less current liabilities) of Rs.351.34 lakhs including cash and cash equivalents of Rs.80.66 lakhs.

The following table shows the maturity analysis of the Companies Financial Liabilities based on contractually agreed, undiscounted cash flows as at the balance sheet date.

For the year ended 31st March, 2023 (Rs. in lakhs)

Particulars	Gross Carrying Amount	Less than one year	More than one year	More than two years	More than three years
Trade Payables	-	-	-	-	-
Other Current Financial Liabilities	**6.43**	**6.43**	-	-	-
Other Non-Current Liabilities Deposits	**25.00**	-	-	-	**25.00**

For the year ended 31st March, 2022

(Rs. in lakhs)

Particulars	Gross Carrying Amount	Less than one year	More than one year	More than two years	More than three years
Trade Payables	-	-	-	-	-
Other Current Financial Liabilities	6.69	6.69	-	-	-
Other Non-Current Liabilities Deposits	25.00	-	-	-	25.00

The following are analytical ratios for the year ended 31st March, 2023 and 31st March, 2022.

Particulars	Numerator	Denominator	**As at 31st March, 2023**	As at 31st March, 2022	% Change
Current Ratio	Current Assets	Current Liabilities	69.21	53.56	29.23
Debt Equity Ratio	Total Debt	Shareholders Equity	-	-	-
Debt Service Coverage Ratio	Earnings available for debt service	Debt Service	-	-	-
Return on Equity (ROE)	Net profit after taxes	Average Shareholders Equity	19.40	29.56	(34.38)
Inventory Turnover Ratio	Revenue from Operations	Average Inventory	-	-	-
Trade Receivables Turnover Ratio	Revenue from Operations	Average Receivables	15.44	7.71	100.26
Trade Payables Turnover Ratio	Purchases	Average Trade Payables	-	-	-
Net Capital Turnover Ratio	Revenue from Operations	Working Capital	32.77	73.91	(55.67)
Net Profit Ratio	Net Profit	Revenue from Operations	53.48	65.72	(18.63)
Return on Capital Employed (ROCE)	Earnings Before Interest and Taxes (EBIT)	Capital Employed	5.64	7.98	(29.38)
Return on Investment	Income generated from investments	Investments	5.34	4.49	19.00

Reasons for changes in more than 25%:

1. The increase in Current ratio of 29.23% is due to improvement in the current assets on account of faster realization of trade receivables.
2. The decrease of 34.38% in Return on Equity (ROE) is due to decrease in the fair value gains.
3. The increase in Trade Receivables Turnover ratio of 100.26% is due to faster realization of Trade Receivables.
4. The decrease of 55.67% in Net Capital Turnover Ratio is due to decrease in the fair value gains.
5. The decrease of 29.38% in Return on capital employed Ratio is due to decrease in the fair value gains.

c) Market Risks

Market risk is the risk that changes in market prices such as commodity prices risk, foreign exchange rates and interest rates which will affect the Company's financial position. Market risk is attributable to all market risk sensitive financial instruments. Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market Risk comprises three types of risk: Interest Rate Risk, Foreign Currency Risk and Commodity Risk.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in Market Interest Rates. The Company is not having any debt obligations with floating interest rates.

Foreign Currency Risk

Foreign Currency Risk is the risk that the fair value of future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company is not having any foreign exchange exposure.

Commodity Price Risk

The Commodity Price Risk is affected by the price volatility of certain commodities. The Company is not having any exposure for any commodity.

Note 34: Capital Management

The Company's objective for capital management is to maximize shareholder wealth, safeguard business continuity and support the growth of the Company. The funding requirements are met through equity and operating cash flows. The Company's capital comprises Equity Share Capital, Retained Earnings and other equity attributable to equity holders.

Note 35: Contingent Liabilities and Commitments

a. Claims against the company:

Income Tax department has filed an appeal with the Hon'ble High Court of Telangana at Hyderabad against the orders of Hon'ble ITAT for the Assessment year 1998-1999 and the amount under appeal by the Income Tax Department is Rs.6.54 lakhs.

b. Partly paid up shares:
As at 31.03.2023 **- Nil** and 31.03.2022 - Nil

Note 36: The company has no amount due to suppliers under the Micro, Small and medium Enterprises Development Act, 2006 as at 31st March, 2023.

Note 37: Other statutory Information

a. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

b. The Company does not have any transactions with struck off companies.

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

d. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

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

   i) 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

   ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

f. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall

   i) 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

   ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

g. The Company has not entered in to any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

h. The Company has not been declared as willful defaulter by any bank or financial institution or other lender.

i. No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, during the year.

Note 38: Previous year's figures have been regrouped/reclassified/recasted wherever necessary to conform to the current year's presentation.

Note 39: The Financial Statements were approved for issue by the Board of Directors on 30th May, 2023.

Per our report of even date annexed

for NSVR & ASSOCIATES LLP
Chartered Accountants
(Firm Regn. No: 008801S/S200060)

(N.V Gangadhara Rao)
Partner
MembershipNo. 219486

Place: Hyderabad
Date : 30.05.2023

For and on behalf of the Board

(T.R.Sekhar)
Executive Director
DIN:02943146

(T.Govardhana Rao)
Director
DIN:07162634

(S.Lekha Sai)
Company Secretary
ACS:57228

(B.Kumar)
Chief Financial Officer

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