

**Independent Auditor's Report  
To The Members of Fabtech Technologies International Limited  
Report on the Audit of the Consolidated Financial Statements**

**Opinion**

We have audited the accompanying consolidated financial statements of **Fabtech Technologies International Limited** ("the Company"), ("the Holding Company") and its subsidiaries, (Holding Company and its subsidiaries together referred to as "the Group") which comprise the Consolidated Balance Sheet as at 31<sup>st</sup> March 2023, and the Consolidated Statement of Profit and Loss, the Consolidated Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information (herein referred to as "the consolidated financial statements").

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

**Basis for opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

**Emphasis of Matter**

*The Company(Fabtech Technologies International Limited) has made provision for doubtful debts against the outstanding loan of Rs 7,10,30,467 to M/s Buildmighty Techo Private Limited a subsidiary company. However, M/s Buildmighty Techno Pvt Ltd has not written off the outstanding repayable loan amount. During the*

*Consolidation the said Balance of Rs. 7,10,30,467 was eliminated by inter company adjustment.*

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

- The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of subsidiaries audited by other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries is traced from their financial statements audited by other auditors.
- If, based on the work we have performed we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting Standards and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of Holding Company as aforesaid.



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

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

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

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

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





financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities or business activities included in the consolidated financial statements of which we are the independent auditors. For the other entities or business activities included in the consolidated financial statements which have been audited by other auditors, such auditors remain responsible for direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

#### Other Matters

- We did not audit the financial statements of a subsidiary whose financial statements reflect the total assets of Rs.115,28,50,399 as at 31<sup>st</sup> March, 2023, total revenues of Rs. 24,05,75,331 for the year ended on that date, as considered in consolidated financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by





the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in the respect of the subsidiary and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the report of other auditor.

- We did not audit the financial statements of a subsidiary whose financial statements reflect the total assets of Rs.2,58,39,849 as at 31<sup>st</sup> March, 2023, total revenues of Rs. Nil for the year ended on that date, as considered in consolidated financial statements. These financial statements have been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in the respect of the subsidiary and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the report of other auditor.

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

#### Report on Other Legal and Regulatory Requirements

1. As required by paragraph 3(xxi) of the Companies (Auditor's Report) Order, 2020 ("CARO 2020"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we report that there are observations remarks included by the respective auditors in their CARO 2020 except during the year as follows:
  - i The Company (Fabtech Technologies International Limited) has with regard to property, Plant and Equipment have been physically verified by the management at reasonable intervals during the year and no material discrepancies were identified on such verification. However according to the information and explanations given to us, the title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), are held in the name of the Company as follows:

Sr. No.	Description of Property	Gross carrying value(INR in Lakhs)	Held in Name of	Whether Promoter, director or their relative or employee	Period held - Indicate range, where appropriate	Reason for not being held in name of company (also indicate if in dispute)
1	Commercial Properties	217.53 Lakhs	Fabtech Technologies	No	13 years	Not Applicable





	situated at Pune, Mumbai and Thane.		International Limited			
2	Industrial Land situated at Raigad	1050.70 Lakhs	Fabtech Technologies International Limited	No	11 years	Not Applicable

- ii According to the information explanation provided to us, the Company (Fabtech Technologies International Limited) has granted loans to subsidiary and given guarantee to any other entity. The details of such loans or advances to subsidiary, Joint Ventures and Associates are as follows:

	Guarantees	Security	Loans	Advances
<b>Aggregate amount granted/provided during the year</b>	Nil	Nil	Nil	Nil
- Subsidiaries - Joint Ventures - Associates	Nil	Nil	Loan given to one of the Subsidiary Buildmighty Techo Private Limited (Formerly, FTS Buildtech Pvt Ltd)	Nil
<b>Balance Outstanding as at balance sheet date in respect of above cases</b> - Subsidiaries - Joint Ventures - Associates	Not Applicable	Not Applicable	Balance outstanding as on 31.3.2023 Rs. Nil refer Nil refer note below	Not Applicable

Note: The Company (Fabtech Technologies International Limited) has made the Provision for doubtful debts with regard to loan to related party Buildmighty Techo Private Limited (Formerly, FTS Buildtech Pvt Ltd) for the whole of the outstanding amount of Rs. 7,10,30,467.

- iii The Company (Fabtech Technologies International Limited) has given loans or advances and guarantees or security to parties other than subsidiary, joint ventures and associates the details are as follows:





	Guarantees	Security	Loans	Advances
Aggregate amount granted/provided during the year				
- Others	Rs. 90.75 crore (3 Companies and 1 LLP)	Nil	Nil	Nil
Balance Outstanding as at balance sheet date in respect of above cases - Others	Since it is corporate Guarantee given by company in respect of working capital limits sanctioned by the banks which is disclosed by way of contingent liability in note 28 in note to Consolidated financial statements.			

- iv The Company (Fabtech Technologies International Limited) according to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the balance outstanding as at balance sheet date as on 31st March 2023 of Rs.Nil. The Company has made the provision for doubtful debts amounting to Rs. 7,10,30,467/- in the financial year 2022-2023. However Approvals as required under section 186 of the Companies Act 2013 is complied by the Company.
- v The Company (Fabtech Technologies International Limited) according to the information and explanations given to us, In case of the loans and advances in the nature of loan, schedule of repayment of principal and payment of interest have not been stipulated. In the absence of stipulation of repayment terms we are unable to comment on the regularity of repayment of principal and payment of interest.
- vi The Company (Fabtech Technologies International Limited) according to the information and explanations given to us and on the basis of our examination of





the records of the Company, the details of amount overdue for more than ninety days are as follows:

No. of Cases	Principal amount overdue	Interest overdue	Total overdue	Remarks (specify whether reasonable steps have been taken by the Company for recovery of principal amount and interest)
1	Rs. 7,10,30,467	Overdue interest Rs. 77,52,326 of earlier years and during the year no interest provision by borrower related party.	Rs. Nil	In view of the Management recovery of the said amount is doubtful from the said borrower Buildmighty Techo Private Limited (Formerly, FTS Buildtech Pvt Ltd) and hence the company has made provision for doubtful debts in the books of accounts.

- vii The Company (Fabtech Technologies International Limited) according to the information explanation provided to us, the loan or advance in the nature of loan granted has fallen due during the year. The same has not been renewed or extended and/or fresh loans are granted to settle the overdue of existing loans given to existing parties The details of the same are as follows:

Name of the Parties	Aggregate amount of overdue of existing loans renewed or extended or settled by fresh loans	Percentage of the aggregate to the total loans or advances in the nature of loans granted during the year
Buildmighty Techo Private Limited (Formerly, FTS Buildtech Pvt Ltd)	Rs. Nil and Company (Fabtech Technologies International Limited) has made the provision for doubtful debts for the outstanding amount of Rs. 7,10,30,467 and no fresh loan granted during the year.	The Company (Fabtech Technologies International Limited) has made the provision for doubtful debts for the outstanding amount of Rs.7,10,30,467 and during the year no fresh loans granted by the Company.





- viii According to the information explanation provided to us, the Company (Fabtech Technologies International Limited) has granted loans/advances in the nature of loans repayable on demand or without specifying any terms or period of repayment. The Company has made the provision for doubtful debts for the outstanding amount of Rs.7,10,30,467 during the year and hence the details of the same are as follows:

	All Parties	Promoters	Related Parties
Aggregate amount of loans/ advances in nature of loans	Nil	Nil	Nil
- Repayable on demand (A)			
- Agreement does not specify any terms or period of repayment (B)	Nil	Nil	Rs Nil
<b>Total (A+B)</b>	Nil	Nil	Rs Nil
Percentage of loans/ advances in nature of loans to the total loans	Nil	Not Applicable	Not Applicable

- ix The Company (Fabtech Technologies International Limited) in our opinion and according to the information and explanations given to us, The Company (Fabtech Technologies International Limited) has directly granted any loan to subsidiary in whom the director is interested, in accordance with the provisions of section 185 of the Act and the Company has not made investments except mentioned in Note No. 13 for Notes to Consolidated Financial statements. Further, the Company (Fabtech Technologies International Limited) has not made more than two layers of investment companies.
- x Based on the overall review of standalone financial statements, the Company(Fabtech Technologies International Limited) has incurred cash losses amounting to Rs. (7,11,37,921) in the current financial year, however the Company (Fabtech Technologies International Limited) has not incurred the cash losses in the immediately preceding financial year.
- xi Based on the overall review of standalone financial statements, the Company (Buildmighty Techno Pvt Ltd) has incurred cash losses amounting to Rs. (1,24,63,363) in the current financial year, however the Company (Fabtech Technologies International Limited)has not incurred the cash losses in the immediately preceding financial year.





- xii Based on the overall review of standalone financial statements, the Company (Fabtechnologies Lifesciences Pvt. Ltd) has incurred cash losses amounting to Rs. (36,857) in the current financial year, however the Company (Fabtech Technologies International Limited) has not incurred the cash losses in the immediately preceding financial year.
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of other auditors on the separate financials of subsidiaries referred to in the Others Matters section above we report, to the extent applicable that:
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, returns and reports of other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2023 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of the subsidiary companies, incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on 31<sup>st</sup> March 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Holding company, subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those companies.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its





directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i) The Group did not have any pending litigations.
- ii) The Group did not have any material foreseeable losses on long term contracts including derivative contracts.
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, and its subsidiary companies incorporated in India.
- (iv)(a) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds which are material either individually or in the aggregate have been advanced or loaned or invested either from borrowed funds or share premium or any other sources or kind of funds by the Holding Company or any of such subsidiaries to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (iv)(b) The respective Managements of the Company and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, no funds which are material either individually or in the aggregate have been received by the Company or any of such subsidiaries from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.





- (iv)(c) Based on the audit procedures, that has been considered reasonable and appropriate in the circumstances, performed by us and those performed by the auditor of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditor to believe that the representations under sub- clause (i) and (ii) of Rule 11(e) contain any material misstatement.
- (v) The Holding company and its associate Company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act 2013" , Hence clause not applicable.

**For Ajmera & Ajmera**

**Chartered Accountants**

**F.R.No.018796C**



**Sourabh Ajmera**  
Partner

**Date:30<sup>th</sup> September 2023**

**Place: Mumbai**  
**(Membership No. 166931)**  
**UDIN:23166931BGUWIO6575**

**Annexure “A” to the Independent Auditor’s Report  
(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)**

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls over financial reporting of **Fabtech Technologies International Limited** (hereinafter referred to as “the Holding Company”) and its subsidiary companies, which includes internal financial controls over financial reporting of the Company’s subsidiaries which are companies incorporated in India, as of that date.

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

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

**Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Holding Company, its subsidiary companies which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.





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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies which are companies incorporated in India, in terms of their reports is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Holding Company, its subsidiary companies which are companies incorporated in India.

### Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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



## Opinion

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditors, the Holding Company its subsidiary companies which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on the criteria for internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Ajmera & Ajmera

Chartered Accountants

F.R.No.018796C



A handwritten signature in blue ink that reads "Sourabh Ajmera".

Sourabh Ajmera  
Partner

Date: 30<sup>th</sup> September 2023

Place: Mumbai  
(Membership No. 166931)  
UDIN:23166931BGUWIO6575

Consolidated Balance Sheet as at 31st March, 2023

	Note No.	₹ in Lakhs	
		As at 31-03-2023 ₹	As at 31-03-2022 ₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share capital	3	278.59	278.59
(b) Reserves and surplus	4	10,864.67	10,859.09
		<u>11,143.26</u>	<u>11,137.68</u>
<b>2 Minority Interest</b>		0.18	0.18
<b>2 Non-current liabilities</b>			
(a) Long-term borrowings	5	1,751.18	1,172.47
(b) Deferred tax liabilities (net)	11	30.60	30.88
		<u>1,781.78</u>	<u>1,203.35</u>
<b>3 Current liabilities</b>			
(a) Short-term borrowings		112.85	36.99
(b) Trade payables	6		
i) Dues of micro & small enterprises		2.10	49.16
ii) Dues of creditors other than micro & small enterprises		3,541.96	5,154.33
(b) Other current liabilities	7	2,485.74	2,122.96
(c) Short-term provisions	8	35.12	39.31
		<u>6,177.76</u>	<u>7,402.75</u>
<b>TOTAL</b>		<u>19,103.00</u>	<u>19,743.96</u>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, plant and equipments and intangible assets			
(i) Property, plant and equipments	9(a)	1,337.91	1,342.05
(ii) Intangible assets	9(b)	112.82	112.82
(b) Non-current investments	10	285.40	424.63
(c) Deferred tax asset (net)	11	4.34	2.88
(d) Long-term loans and advances	12	627.93	439.88
		<u>2,368.39</u>	<u>2,322.25</u>
<b>2 Current assets</b>			
(a) Current Investment	13	15.49	18.38
(b) Inventories	14	2,272.29	1,946.52
(c) Trade receivables	15	2,345.09	4,761.78
(d) Cash and bank balances	16	4,220.88	4,395.73
(e) Short-term loans and advances	17	7,880.85	6,299.30
		<u>16,734.61</u>	<u>17,421.70</u>
<b>TOTAL</b>		<u>19,103.00</u>	<u>19,743.96</u>

See accompanying notes forming part of the financial statements

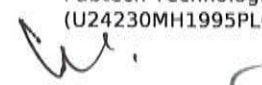
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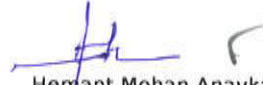
In terms of our report attached.  
For Ajmera & Ajmera  
Chartered Accountants  
Firm Regn. No. : 0018796C

  
Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN :



For and on behalf of the Board of Directors of  
Fabtech Technologies International Limited  
(U24230MH1995PLC094603)

  
Aarif Ahsan Khan  
Whole - time Director  
DIN No. 00156170

  
Hemant Mohan Anavkar  
Whole - time Director  
DIN 00150776



Place : Mumbai  
Date: September 30, 2023


Place : Mumbai  
Date: September 30, 2023

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

₹ in Lakhs

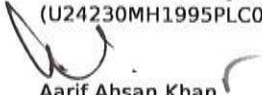
	Note No	For the Year Ended	For the Year Ended
		31-03-2023	31-03-2022
		₹	₹
<b>Income</b>			
1 Revenue from operations (gross)	18	7,255.54	22,726.22
2 Other income	19	246.04	140.37
3 Total income (1+2)		<b>7,501.58</b>	<b>22,866.60</b>
<b>Expenses</b>			
Cost of materials consumed	20	1,892.69	1,462.63
Purchases of stock-in-trade	21	4,465.33	20,200.65
Changes in inventories of stock-in-trade	22	363.63	158.25
Employee benefits expense	23	586.60	509.77
Finance costs	24	19.23	18.74
Depreciation and amortisation expense	25	30.20	25.96
Operating expenses	26	267.38	490.70
Selling, General and Administrative expense	27	574.55	420.47
4 Total expenses		<b>8,199.61</b>	<b>23,287.17</b>
5 Profit/ (loss) before extraordinary items and tax		<b>(698.03)</b>	<b>(420.57)</b>
6 Provision for doubtful advances		-	-
7 Profit before tax		<b>(698.03)</b>	<b>(420.57)</b>
8 Tax expense			
(a) Current tax expense for current year		16.28	2.70
(b) Short/ (excess) provision for tax relating to prior year		14.24	-
(c) Deferred tax charge/ (credit)		30.53	2.70
		<b>(1.75)</b>	<b>(0.08)</b>
		<b>28.78</b>	<b>2.62</b>
9 Profit for the year after tax before share of profit attributable to minority interest		<b>(726.81)</b>	<b>(423.20)</b>
Less: Share of (loss)/ profit attributable to minority interest		-	-
10 Profit for the year attributable to the shareholders of the company		<b>(726.81)</b>	<b>(423.20)</b>
<b>Earnings per share:</b>			
Basic & Diluted	34	(26.09)	(15.19)
Face Value Per Share		10	10
See accompanying notes forming part of the financial statements	1 to 54		

In terms of our report attached.  
For Ajmera & Ajmera  
Chartered Accountants  
Firm Regn. No. : 0018796C

  
Sourabh Ajmera  
Partner  
(Membership No. 166931)  
UDIN :



For and on behalf of the Board of Directors of  
Fabtech Technologies International Limited  
(U24230MH1995PLC094603)

  
Aarif Ahsan Khan  
Whole - time Director  
DIN No. 00156170

  
Hemant Mohan Anavkar  
Whole - time Director  
DIN 00150776



Place : Mumbai  
Date: September 30, 2023

Place : Mumbai  
Date: September 30, 2023

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

₹ in Lakhs

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
<b>A. Cash flows from operating activities</b>		
Profit before tax		
<b>Adjustments for:</b>	<b>(698.03)</b>	<b>(420.57)</b>
Depreciation and amortisation expense	30.20	25.96
Trade receivables, deposits & trade payables written off/ back	(164.27)	(103.38)
Net unrealised exchange loss/(gain)	4.27	0.24
Foreign currency translation reserves	891.93	439.44
Finance costs	19.23	18.74
Interest income on bank deposits	(0.12)	(0.67)
Net (Gain)/ Loss on sale/ valuation of investments	2.88	(3.33)
<b>Operating profit before working capital changes</b>	<b>784.12</b>	<b>377.00</b>
<b>Changes in working capital:</b>	<b>86.09</b>	<b>(43.57)</b>
<b>Adjustments for (increase) / decrease in operating assets :</b>		
Inventories	(325.78)	(717.20)
Trade receivables	2,416.69	(4,207.06)
Short-term loans and advances	(1,484.15)	46.09
Long-term loans and advances	(0.00)	(0.01)
<b>Adjustments for (decrease) / increase in operating liabilities :</b>		
Trade payables	(1,823.70)	4,420.21
Other current liabilities	362.78	1,101.75
Short-term provisions	(4.19)	(8.23)
<b>Cash generated from operations</b>	<b>(858.36)</b>	<b>635.55</b>
Net income tax paid	<b>(772.27)</b>	<b>591.97</b>
	(10.70)	(1.73)
<b>Net cash flows from operating activities</b>	<b>(782.97)</b>	<b>590.24</b>
<b>B. Cash flows from investing activities</b>		
Capital expenditure on fixed assets including capital advances	(27.18)	(112.82)
Investment in associates and subsidiaries	139.23	(88.24)
Repayment of loan & advances by related parties	(42.01)	(2,652.05)
Interest received	0.12	0.67
Loans and advances to employees	2.21	10.40
Proceeds from government authorities	(126.46)	(226.28)
Security deposits received	26.86	3.82
<b>Net cash from / (used in) investing activities</b>	<b>(27.24)</b>	<b>(3,064.48)</b>
<b>C. Cash flows from financing activities</b>		
Proceeds/ (repayment) of borrowings, net	654.58	42.97
Issuance of compulsorily convertible debentures	-	1,012.50
Increase / (decrease) in Minority interest	-	(1,022.35)
Finance costs	(19.23)	(18.74)
<b>Net cash (used in) / from financing activities</b>	<b>635.34</b>	<b>14.38</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(174.86)</b>	<b>(2,459.85)</b>
Cash and cash equivalents (opening balance)	4,395.74	6,855.59
<b>Cash and cash equivalents (closing balance)</b>	<b>4,220.88</b>	<b>4,395.74</b>

**Notes to cash flow statement:**

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

In terms of our report attached.

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

Sourabh Ajmera  
Partner  
(Membership No. 166931)

UDIN :  
Place : Mumbai  
Date: September 30, 2023



For and on behalf of the Board of Directors of  
Fabtech Technologies International Limited  
(U24230MH1995PLC094603)

Aarif Ahsan Khan  
Whole - time Director  
DIN No. 00156170

Place : Mumbai  
Date: September 30, 2023



Hemant Mohan Anavkar  
Whole - time Director  
DIN 00150776

Place : Mumbai  
Date: September 30, 2023

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

**1 Corporate Information:**

The Board of Directors at its meeting held on 30th May 2020 had approved, subject to approval of its Shareholders, Creditors and other regulatory authorities, as may be required, the Scheme of Arrangement amongst Fabtech Technologies International Limited ('Demerged Company' or 'the Company') and Globevorte Ventures Private Limited ('GVPL' or Resulting Company 1') and Fabsafe Technologies Private Limited ('FTPL' or Resulting Company 2') and Fabtech Turnkey Projects International Private Limited ('FTPIPL' or Resulting Company 3') and their respective Shareholders and Creditors presented under Section 230 to 232 read with Section 66 of the Companies Act, 2013 ("the Scheme"). The said Scheme has been approved by National Company Law Tribunal, Mumbai Bench ("NCLT") vide their order dated 19th November 2020 and it has become effective from 30th December 2020 on filing of the certified copies of NCLT Order with Registrar of Companies, Mumbai. - The transfer of revenue and expenses of business division will take effect from the Appointed Date defined in the Scheme, i.e. 1st April 2019. Fabtech Technologies International Limited was engaged in turnkey solution provider to Pharma Industry, with in-house design, engineering, construction and manufacturing of critical and vital elements like modular internal partitions, cleanroom equipment and solutions, Isolation systems and external construction.

**2 Basis of consolidation and Significant accounting policies:**

(i) **Basis of consolidation:**

The consolidated financial statements relate to Fabtech Technologies International Limited (the Company), its subsidiary companies, joint venture and associate. The Company and its subsidiaries constitute the Group.

(ii) **Basis of accounting:**

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

(iii) **Use of estimates:**

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

(iv) **Principles of consolidation :**

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

b. The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. The intra-group balances and intra-group transactions and unrealised profits have been fully eliminated.

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

d. The financial statement of the joint venture company have been combined by using proportionate consolidation method and accordingly, venturer's share of each of the assets, liabilities, income and expenses of jointly controlled entity is reported as separate line items in the Consolidated Financial Statements.

e. The excess of cost to the Company of its investments in the subsidiary companies / joint venture over its share of equity of the subsidiary companies / joint venture, at the dates on which the investments in the subsidiary companies / joint venture are made, is recognised as 'Goodwill' being an asset in the consolidated financial statements. Alternatively, where the share of equity in the subsidiary companies / joint venture as on the date of investment is in excess of cost of investment of the Company, it is recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus', in the consolidated financial statements.

f. Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Company in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments as stated above.

g. Following subsidiary companies, associates and jointly controlled entities have been considered in the preparation of the consolidated financial statements:

Name of the company	Relationship	Country of Incorporation	% of Holding either directly or through subsidiaries	
			31.03.2023	31.03.2022
Buildmighty Techno Private Limited	Subsidiary	India	82.00%	82.00%
Fabtech Technologies (FZC)	Subsidiary	UAE	100.00%	100.00%
Fablife Process Technologies LLP	Subsidiary	India	99.99%	99.99%
Fabtechnologies Lifesciences Pvt. Ltd.	Subsidiary	India	100.00%	100.00%

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

(v) **Revenue recognition:**

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

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

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



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

(vi) **Property, plant & equipments and depreciation:**

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

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

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

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

(vii) **Capital work-in-progress:**

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

(viii) **Borrowing costs:**

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

(ix) **Impairment:**

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

(x) **Investments:**

Long term investments (including properties) are stated at cost of acquisition which includes stamp duty and transfer fees. Provision is made for any diminution other than temporary in the value of the investments.

Current investments are stated at lower of cost and net realisable value.

(xi) **Inventories:**

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

The cost is determined as follows:

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

(xii) **Employee benefits:**

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

(ii) Long term benefits:

a. **Defined Contribution Plan**

**Provident and Family Pension Fund**

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

b. **Defined Benefit Plan**

**Gratuity**

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

**Compensated absences**

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

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

(a) Foreign currency transactions are recorded at the exchange rates that approximates the actual rate at the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realisation. Monetary items denominated in foreign currency as at the balance sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.

(b) The Group uses forward foreign exchange contracts to hedge its exposure against movements in foreign exchange rates in order to reduce the risk associated with exchange fluctuations.

(c) Forward foreign exchange contracts outstanding as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognised in the statement of profit and loss.



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

(xiv) **Taxation:**

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

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

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

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

Contingent assets are not recognised in the financial statements.

(xvi) **Operating Lease:**

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

(xvii) **Cash Flow Statement:**

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

(xviii) **Export Incentive:**

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

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

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

(xx) **Operating Cycle:**

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



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

**3 Share capital**

	As at 31-03-2023		As at 31-03-2022	
	Number of shares	₹	Number of shares	₹
<b>Authorised:</b>				
Equity shares of ₹ 10/- each (Pursuant to Scheme of Arrangement)	30,60,000	306.00	30,60,000	306.00
<b>Issued, subscribed and fully paid up:</b>				
Equity shares of ₹ 10/- each	27,85,895	278.59	27,85,895	278.59
<b>TOTAL</b>	<b>27,85,895</b>	<b>278.59</b>	<b>27,85,895</b>	<b>278.59</b>

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

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

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

The Company has only one class of equity shares having a par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders at the ensuing annual general meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts in the proportion of equity shares held.

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

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

**d. Shareholding of promoters**

Sr. No.	Promoter name	As at 31-03-2023			As at 31-03-2022		
		No. of Shares held	% of total shares	% change during the year	No. of Shares held	% of total shares	% change during the year
1	Mr. Aasif Khan	16,61,999	59.66%	0.00%	16,61,999	59.66%	0.00%
2	Mr. Aarif Khan	4,15,500	14.91%	0.00%	4,15,500	14.91%	0.00%
3	Mr. Hemant Anavkar	3,46,251	12.43%	0.00%	3,46,251	12.43%	0.00%
4	Mrs. Manisha Anavkar	3,46,250	12.43%	0.00%	3,46,250	12.43%	0.00%

**4 Reserves and surplus**

	As at 31-03-2023	As at 31-03-2022
	₹	₹
<b>Securities premium account</b>		
Balance as per last Balance Sheet	86.77	86.77
Closing balance	<b>86.77</b>	<b>86.77</b>
<b>Surplus in Statement of Profit and Loss</b>		
Balance as per last Balance Sheet	9,361.78	9,777.92
Add: Profit for the year	(726.81)	(423.20)
Less: Adjustment of impact due to consolidation of Fabtech Technologies FZE	(159.53)	-
Less: Adjustment for difference in previous year balance sheet	-	7.06
Net surplus in Statement of Profit and Loss	<b>8,475.43</b>	<b>9,361.78</b>
<b>Capital Reserve</b>		
Balance as per last Balance Sheet	13.17	13.17
Closing balance	<b>13.17</b>	<b>13.17</b>
<b>Foreign currency translation reserves</b>		
Opening Balance	1,397.37	957.93
Add: During the year	891.92	439.44
Closing balance	<b>2,289.30</b>	<b>1,397.37</b>
<b>TOTAL</b>	<b>10,864.67</b>	<b>10,859.09</b>



**5 Long-term borrowings**

- a. Unsecured loans from body corporate  
 - Compulsorily convertible debentures  
 - Other loan & advances from others

	₹ in Lakhs	
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	1,012.50	1,012.50
	738.68	159.97
<b>TOTAL</b>	<b>1,751.18</b>	<b>1,172.47</b>

**Note:**

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

**6 Trade payables**

- Payable to Vendors  
 Dues to micro and small enterprises (Refer Note 31)  
 Others

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	2.10	49.16
	3,541.96	5,154.33
<b>TOTAL</b>	<b>3,544.06</b>	<b>5,203.49</b>

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

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	0.20	-	1.69	0.21	2.10
ii) Others	2,138.62	1,325.53	36.75	41.06	3,541.96
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>2,138.81</b>	<b>1,325.53</b>	<b>38.44</b>	<b>41.27</b>	<b>3,544.06</b>

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

Particulars	Outstanding for following periods from the date of invoice				
	Less than 1 year	1 - 2 years	2 - 3 years	3 years & above	Total
i) MSME	49.16	-	-	-	49.16
ii) Others	5,030.17	79.48	42.35	2.34	5,154.33
iii) Disputed dues - MSME	-	-	-	-	-
iii) Disputed dues - others	-	-	-	-	-
	<b>5,079.32</b>	<b>79.48</b>	<b>42.35</b>	<b>2.34</b>	<b>5,203.49</b>

**7 Other current liabilities**

**Other payables**

- Statutory remittances  
 - Security deposits received  
 - Advances from customers  
 - Liabilities towards employees  
 - Payable against purchase of 10% equity in Fabtech Technologies FZE  
 - Other current liabilities

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	6.93	36.81
	1.85	-
	1,228.79	828.78
	36.23	159.49
	1,025.93	1,025.93
	186.00	71.94
<b>TOTAL</b>	<b>2,485.74</b>	<b>2,122.96</b>

**8 Short-term provisions**

**Provision for employee benefits:**

- Compensated absences  
 - Gratuity (Refer Note 32)

**Other provisions**

Provision for tax [net of advance tax]

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
	12.85	21.19
	22.27	18.12
	<b>35.12</b>	<b>39.31</b>
<b>TOTAL</b>	<b>35.12</b>	<b>39.31</b>



**10 Non-current investments**

	As at 31-03-2023 ₹	₹ in Lakhs As at 31-03-2022 ₹
(Unquoted, fully paid up, valued at cost)		
Trade:		
(a) In Capital of Partnership Firm:		
i) Orange Pharma Machines	-	61.00
(b) Investment in Subsidiaries and Branch Office (at cost)	-	88.23
(c) Other Investments (at cost) :		
Investment Property:		
(Property at Jumeirah Business Center, Dubai-UAE)	285.39	285.39
<b>TOTAL</b>	<b>285.40</b>	<b>424.63</b>
Aggregate amount of unquoted investments	285.40	424.63
Aggregate provision for diminution in value of investment	-	-

**11 Deferred tax (liability) / asset (not)**

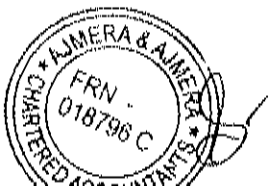
	As at 31-03-2023 ₹	As at 31-03-2022 ₹
The balances comprises temporary differences attributable to -		
(a) Deferred tax asset		
- Provision for compensated absences and Gratuity	4.34	2.88
(b) Deferred tax liability		
- Differences in the net carrying amount of property, plant and equipment and intangible assets as per Income Tax and the Companies Act,	(30.60)	(30.88)
<b>Not deferred tax (liability) / asset</b>	<b>34.94</b>	<b>33.76</b>

**12 Long-term loans and advances**

	As at 31-03-2023 ₹	As at 31-03-2022 ₹
Unsecured, considered good		
Security deposits	166.16	0.21
Loans and advances to related parties	450.79	408.77
Advance income tax (net of provisions)	10.99	30.90
	627.93	439.88
Less: Provision for doubtful advances	-	-
<b>TOTAL</b>	<b>627.93</b>	<b>439.88</b>
<b>Note:</b>		
a) Firms in which any director is a partner:		
- Fabtech Value Edge LLP (included in Loans and advances to related parties above)	144.67	144.67
b) Private companies in which any director is a shareholder/ director: (included in Loans and advances to related parties above)		
- "I" Square Enterprises Pvt. Ltd.	8.08	6.45
- Fabsafe Technologies Pvt. Ltd.	63.09	3.05
- Channel U Entertainment Pvt. Ltd.	11.97	10.80
- Fabtechnologies Lifesciences Pvt. Ltd.	0.23	0.23
- Fabtech Technologies Cleanrooms Pvt. Ltd	-	23.23

**13 Current investments**

	As at 31-03-2023		As at 31-03-2022	
	No. of units	₹	No. of units	₹
<b>A Investment in Mutual Funds (At fair value, unless otherwise stated)</b>				
- Edelweiss Maiden Opportunities Fund - Series 1	1,00,000	15.49	1,00,000	18.38
		15.49		18.38
Aggregate amount of quoted investments		15.49		18.38
Aggregate market value of quoted investments		15.49		18.38
Aggregate provision for diminution in value of investment		-		-



**14 Inventories**

(At lower of cost and net realisable value)

Raw materials  
Work-in-progress  
Finished goods  
Stock-in-trade

	₹ in Lakhs	
	As at 31-03-2023	As at 31-03-2022
	₹	₹
	2,071.81	1,382.40
	154.40	300.10
	46.08	140.45
	-	123.56
<b>TOTAL</b>	<b>2,272.29</b>	<b>1,946.52</b>

**15 Trade receivables**

Unsecured, considered good

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

Other trade receivables (Including foreign debtors and retention money)

	As at 31-03-2023	As at 31-03-2022
	₹	₹
	537.07	901.07
	1,808.02	3,860.71
<b>TOTAL</b>	<b>2,345.09</b>	<b>4,761.78</b>

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

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	397.60	186.64	1,522.04	142.54	96.27	2,345.09
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	-	-
ii) Considered doubtful	-	-	-	-	-	-
	<b>397.60</b>	<b>186.64</b>	<b>1,522.04</b>	<b>142.54</b>	<b>96.27</b>	<b>2,345.09</b>

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

Particulars	Outstanding for following periods from the date of invoice					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	3 years & above	
Undisputed trade receivables -						
i) Considered good	3,863.29	644.38	140.46	6.24	33.67	4,688.03
ii) Considered doubtful	-	-	-	-	-	-
Disputed trade receivables -						
i) Considered good	-	-	-	-	73.75	73.75
ii) Considered doubtful	-	-	-	-	-	-
	<b>3,863.29</b>	<b>644.38</b>	<b>140.46</b>	<b>6.24</b>	<b>107.41</b>	<b>4,761.78</b>

**16 Cash and bank balances**

(a) Balances that meet the definition

Cash on hand

Balances with banks

In current accounts

**Total Cash and Cash equivalents as per AS 3 - Cash Flow Statements**

Other bank balances

In deposit accounts with bank

	As at 31-03-2023	As at 31-03-2022
	₹	₹
	6.83	30.69
	4,211.67	4,362.79
	<b>4,218.51</b>	<b>4,393.48</b>
	2.38	2.25
<b>TOTAL</b>	<b>4,220.88</b>	<b>4,395.73</b>

**17 Short-term loans and advances**

Unsecured, considered good

Security deposits

Loans and advances to employees

Prepaid expenses

Balances with government authorities

Advances for supply of goods and services

Other loans & advances

	As at 31-03-2023	As at 31-03-2022
	₹	₹
	-	26.86
	6.47	8.68
	58.98	3.29
	536.79	410.33
	3,443.43	3,214.02
	3,835.17	2,636.12
<b>TOTAL</b>	<b>7,880.85</b>	<b>6,299.30</b>



**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**  
9 Property, plant and equipments and intangible assets

Particulars	GROSS BLOCK			DEPRECIATION / AMORTISATION				NET BLOCK	
	As at 1st April, 2022 ₹	Additions ₹	Deletions ₹	As at 31st March, 2023 ₹	As at 1st April, 2022 ₹	For the Year ₹	Deletions Previous year adjustment ₹	As at 31st March, 2023 ₹	As at 31st March, 2022 ₹
(a) <u>Property, plant and equipments</u>									
Freehold land	1,050.70 (1,050.70)	(-)	(-)	1,050.70 (1,050.70)	(-)	(-)	(-)	1,050.70	1,050.70
Buildings	255.61 (255.61)	(-)	(-)	255.61 (255.61)	54.37 (47.99)	6.09 (6.38)	(-)	60.45 (54.37)	201.24
Plant and Equipment	69.40 (69.40)	(-)	(-)	69.40 (69.40)	45.61 (41.44)	4.65 (4.83)	(0.67)	50.26 (45.61)	23.80
Office Equipment	6.52 (6.52)	0.71 (-)	(-)	7.23 (6.52)	3.79 (3.34)	0.54 (0.46)	(-)	4.33 (3.79)	2.72
Computers	11.43 (11.43)	25.84 (-)	(-)	37.27 (11.43)	9.53 (8.34)	5.88 (1.19)	(-)	15.41 (9.53)	1.89
Furniture and Fixtures	27.90 (27.90)	1.79 (-)	(-)	29.69 (27.90)	11.58 (9.71)	2.06 (1.87)	1.42 (0.01)	15.05 (11.58)	16.32
Vehicles	110.39 (110.39)	(-)	(-)	110.39 (110.39)	65.88 (55.39)	10.98 (11.19)	(0.70)	76.87 (65.88)	44.51
Leasehold Improvements	1.17 (1.17)	(-)	1.17 (-)	(-) (1.17)	0.30 (0.27)	(0.03)	0.30 (-)	(-) (0.30)	0.87
<b>TOTAL</b>	<b>1,533.11</b> <b>(1,533.11)</b>	<b>28.34</b> <b>(-)</b>	<b>1.17</b> <b>(-)</b>	<b>1,560.28</b> <b>(1,533.11)</b>	<b>191.05</b> <b>(166.47)</b>	<b>30.20</b> <b>(25.96)</b>	<b>1.72</b> <b>(1.37)</b>	<b>222.38</b> <b>(191.05)</b>	<b>1,342.05</b>
(b) <u>Intangible assets</u> (Other than internally generated)									
Goodwill on consolidation	112.82 (-)	(112.82)	(-)	112.82 (112.82)	(-)	(-)	(-)	(-)	112.82
<b>TOTAL</b>	<b>112.82</b> <b>(-)</b>	<b>(-)</b>	<b>(-)</b>	<b>112.82</b> <b>(112.82)</b>	<b>(-)</b>	<b>(-)</b>	<b>(-)</b>	<b>112.82</b> <b>(-)</b>	<b>112.82</b>

i) All title deeds of immovable properties are held in the name of the company.

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



**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**

₹ in Lakhs

**18 Revenue from operations (Gross)**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

	₹	₹
Sale of products	7,094.94	22,413.74
Sale of services - Installation and commissioning services	153.97	312.49
<b>Other operating revenues</b>		
Export incentives	6.64	-
<b>TOTAL</b>	<b>7,255.54</b>	<b>22,726.22</b>

**19 Other income**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

	₹	₹
Rental income	37.51	30.68
Interest income on bank deposits	0.12	0.67
Trademark income	30.39	-
Net balances written back	164.27	103.38
Net gain on liquid mutual fund	-	3.33
Exchange rate fluctuations (net)	6.78	-
Miscellaneous income	6.96	2.31
<b>TOTAL</b>	<b>246.04</b>	<b>140.37</b>

**20 Cost of materials consumed**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

	₹	₹
Opening stock	1,382.40	510.72
Add: Purchases	2,582.10	2,334.31
Less: Closing stock	2,071.81	1,382.40
<b>TOTAL</b>	<b>1,892.69</b>	<b>1,462.63</b>

**21 Purchases of stock-in-trade**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

	₹	₹
Purchase of outsourced goods	4,465.33	20,200.65
<b>TOTAL</b>	<b>4,465.33</b>	<b>20,200.65</b>

**22 Changes in inventories of stock-in-trade**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

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

	₹	₹
Finished goods	46	140.45
Work-in-progress	154	300.10
Stock-in-trade	-	123.56
	200.48	564.12

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

Finished goods	140.45	76.18
Work-in-progress	300.10	522.62
Stock-in-trade	123.56	123.56
	564.12	722.37

**Net decrease (b) - (a)**      **363.63**      **158.25**

**23 Employee benefits expense**

For the Year Ended 31-03-2023      For the Year Ended 31-03-2022

	₹	₹
Salaries and wages	547.26	473.57
Contribution to provident fund and other funds	16.72	15.56
Gratuity	4.84	4.68
Staff welfare expenses	17.78	15.97
<b>TOTAL</b>	<b>586.60</b>	<b>509.77</b>



**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**

₹ in Lakhs

**24 Finance costs**

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
<b>Interest expense on:</b>		
- Borrowings	15.22	9.76
- Trade payables	0.99	-
- Delayed / deferred payment of taxes	0.28	3.12
<b>Other borrowing costs</b>		
- Loan processing and commitment charges	2.75	5.86
<b>TOTAL</b>	<b>19.23</b>	<b>18.74</b>

**25 Depreciation and amortisation expenses**

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Depreciation of property, plant & equipment	30.20	25.96
<b>TOTAL</b>	<b>30.20</b>	<b>25.96</b>

**26 Operating expenses**

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Labour charges	115.53	407.04
Project erection and commissioning expenses	132.99	65.09
Power and fuel	18.86	18.57
<b>TOTAL</b>	<b>267.38</b>	<b>490.70</b>

**27 Selling, General and Administrative expenses**

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
Freight and forwarding	67.29	46.83
Rent including lease rentals and equipment hire charges (Refer Note 36)	92.40	66.68
Repairs and maintenance	7.50	9.23
Insurance	8.46	6.41
Rates and taxes	43.05	11.80
Communication	3.16	1.43
Travelling and conveyance	32.89	21.08
Printing and stationery	3.64	1.69
Bank charges	3.77	2.63
Postage and courier	6.06	4.05
Business promotion and sales commission	110.55	107.21
Donations	3.83	2.50
Net loss on liquid mutual funds	2.88	-
Legal and professional charges (Refer note below)	134.57	116.26
Exchange rate fluctuations (net)	4.27	0.24
Net balances written off	17.92	1.22
Miscellaneous expenses	32.30	21.22
<b>TOTAL</b>	<b>574.55</b>	<b>420.47</b>

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

	For the Year Ended 31-03-2023	For the Year Ended 31-03-2022
	₹	₹
a) Statutory Audit	1.10	1.10
b) Tax Audit	0.83	0.83
c) GST Audit	1.00	1.00
d) for certificate	0.10	0.10
	<b>3.03</b>	<b>3.03</b>



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

₹ in Lakhs

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

	31/03/2023 ₹	31/03/2022 ₹
(i) Contingent liabilities		
(a) Claims against the Company not acknowledged as debt	-	-
(b) Corporate guarantee given by the company in respect of working capital limits sanctioned by Axis bank, RBI. bank and HDFC bank to -		
i) Fabtech Technologies Cleanrooms Pvt. Ltd.	1,600.00	1,600.00
ii) Fabsafe Technologies Pvt. Ltd.	600.00	600.00
iii) Fabtech Technologies Pvt. Ltd.	6,675.00	6,675.00
iii) Fabfilo Process Technologies LLP	200.00	200.00
<b>Total</b>	<b>9,075.00</b>	<b>9,075.00</b>

### 29 a) Expenditure in foreign currency: Nil

#### b) Earnings in foreign currency:

Nature of Income	31/03/2023 ₹	31/03/2022 ₹
FOB Value of Export Sales	2,417.78	18,114.27
Installation & commissioning services	-	755.78

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

### 31 Details of consumption of imported and indigenous raw materials:

Nature of material	31/03/2023		31/03/2022	
	% to total consumption	Value (₹)	% to total consumption	Value (₹)
Imported	0.00%	-	0.00%	-
Indigenous	100.00%	1,892.69	100.00%	1,462.63
	100.00%	1,892.69	100.00%	1,462.63

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

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

Particulars	31/03/2023 ₹	31/03/2022 ₹
a) Principal amount remaining unpaid to any supplier as at the end of the accounting year	1.95	48.93
b) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	0.23
c) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed date	Nil	Nil
d) The amount of interest due and payable for the year	-	-
e) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	0.23
f) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	0.23

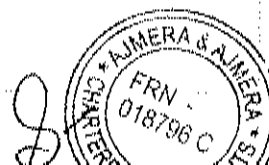
### 33 a) Forward foreign exchange contracts outstanding as at the balance sheet date: Nil

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

Particulars	Currency	31/03/2023		31/03/2022	
		Foreign Currency	₹	Foreign Currency	₹
Receivables in foreign currency					
Trade receivables	USD	20.20	1,523.89	47.70	3,601.08

### 34 Earnings Per Share is calculated as follows:

Particulars	As at 31-03-2023 ₹	As at 31-03-2022 ₹
a) Net profit available for equity shareholders (for basic/diluted EPS)	(726.81)	(423.20)
b) Basic earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
Basic EPS	(26.09)	(15.19)
c) Diluted earnings per share		
Weighted average number of equity shares (Nos.) (Refer Note No. 4)	27.86	27.86
Diluted EPS	(26.09)	(15.19)
d) Face value per share	10	10



**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**

**35 Related party disclosures:**

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

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

**(ii) Other related parties:**

(a) Companies / Firms in which directors/ KMP have significant influence	"T" Square Enterprises Pvt. Ltd. Channel U Entertainment Pvt. Ltd. F Plus Healthcare Technologies LLP Fablife Process Technologies LLP Fabsafe Technologies Pvt. Ltd. Fabtech Technologies Cleanrooms Pvt. Ltd. Fabtech Technologies Pvt. Ltd.
(b) Directors and Key management personnel	Mr. Aasif Khan, Director Mr. Hemant Anavkar, Director Mr. Aarif Khan, Director

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

Nature of Transaction	Name of the Related Party	₹ in Lakhs	
		31/03/2023	31/03/2022
a) Purchases	Fabtech Technologies Pvt. Ltd.	2,270.22	19,270.06
	Fabtech Technologies Cleanrooms Pvt. Ltd.	143.19	1,007.67
	Fabsafe Technologies Pvt. Ltd.	0.15	177.96
b) Trademark income	Fabtech Technologies Pvt. Ltd.	19.03	-
	Fabtech Technologies Cleanrooms Pvt. Ltd.	11.36	-
c) Compulsory convertible debentures (CCD) - Issued	Fabtech Technologies Pvt. Ltd.	-	1,012.50

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

Nature of Transaction	Name of the Related Party	₹ in Lakhs	
		31/03/2023	31/03/2022
a) Trade receivables	Fabtech Technologies Cleanrooms Pvt. Ltd.	3.56	-
b) Trade payables	Fabtech Technologies Private Limited	1,523.89	3,387.84
	Fabtech Technologies Cleanrooms Pvt. Ltd.	394.22	505.03
	Fabsafe Technologies Private Limited	19.96	48.93
c) Loan and advances	T Square Enterprise Private Limited	8.08	6.45
	Fabsafe Technologies Private Limited	63.09	3.05
	Fabtech Technologies Private Limited	573.94	20.48
	Fabtech Technologies Cleanrooms Pvt. Ltd.	-	23.23
	Channel U Entertainment Pvt. Ltd.	11.97	10.80
	F Plus Healthcare Technologies LLP	144.67	144.67
d) Compulsory convertible debentures (CCD)	Fabtech Technologies Private Limited	1,012.50	1,012.50

**Notes:**

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



**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**

**36 Operating Lease**

The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are cancellable and are for a period of 1 to 5 years and may be renewed for a further period based on mutual agreement of the parties. Lease payments recognised in the Statement of consolidated Profit and Loss ₹ 92.40 lakhs (previous year: ₹ 66.68 lakhs).

- 37 No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988, hence relevant disclosures are not applicable.
- 38 The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013, Hence no disclosure required.
- 39 The company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are generally in agreement with the books of accounts except some minor differences which are not material to report.
- 40 There are no instances of any transaction not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)
- 41 The Company is not declared as a wilful defaulter by any bank or financial Institution or other lender.
- 42 There are no charges or satisfaction of Charges pending to be registered with Registrar of Companies beyond the statutory period.
- 43 The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017
- 44 The company has not traded or invested in crypto currency or virtual currency during the financial year.
- 45 There is no scheme of arrangement approved by competent authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year, hence relevant disclosures are not applicable.
- 46 The company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
  - provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- 47 The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:
- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or
  - provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- 48 The company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.



**49 Key financial ratios**

Particulars	Numerator	Denominator	As at 31-03-2023	As at 31-03-2022	%	Reason for variance of above 25%
a) Current ratio (times)	Current assets	Current liabilities	2.71	2.35	15%	Not Applicable
b) Debt-equity ratio (times)	Total debt (current + non-current)	Shareholders equity	0.17	0.11	54%	Increase in borrowings
c) Debt service coverage ratio	Earning available for debt service	Debt service	0.75	2.15	-65%	Due to loss
d) Return on equity ratio (%)	Profit after tax	Average shareholders equity	-6.52%	-3.80%	72%	Due to loss
e) Trade receivables turnover ratio	Revenue from operations	Average trade receivables	179	43	319%	Due to decrease in revenue
f) Trade payables turnover ratio	Purchases + project erection and commissioning	Average trade payables	343	54	538%	Due to decrease in purchases
g) Inventory turnover ratio	Purchases of stock-in-trade + Changes in inventories	Average inventory	115	27	331%	On account of decrease in COGS
h) Net capital turnover ratio (in days)	Revenue from operations	Average working capital	531	161	230%	Due to decrease in revenue
i) Net profit ratio (%)	Net profit	Revenue from operations	-10.02%	-1.86%	438%	Due to loss
j) Return on capital employed (%)	Earning before interest and taxes	Average capital employed	-6.09%	-3.61%	69%	Due to loss

**Notes forming part of the Consolidated financial statements for the year ended 31st March, 2023**

- 50 With respect to the purchase of 10% equity shares of Fabtech Technologies FZE, UAE. During the year 2021-22 the company had initiated the submission of ODI and other forms as per the FEMA Act, 1999 to its AD Bank i.e. Bank of Baroda. However, due to old hanging updation for change in the capital structure of the Fabtech Technologies FZE and delay in APR regularisation the said transaction did not finish till the balance sheet date so the consideration amount which was disclosed under liabilities is still payable in the financial statements of FY22-23.
- 51 The Company has made provision for doubtful debts against the outstanding loan of Rs 710.30 lakh to M/s Buildmighty Techno Private Limited, a subsidiary company. However, M/s Buildmighty Techno Pvt Ltd has not written off the outstanding repayable loan amount.
- 52 Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013 :

Name of the entity in the	Net assets, i.e., Total assets minus Total liabilities		Share of Profit or Loss	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount
<b>Parent</b>				
Fabtech Technologies International Ltd.	14.02%	1,796.30	2.64%	(19.20)
<b>Subsidiaries :</b>				
<b>Indian</b>				
1. Buildmighty Techno Pvt Ltd	-5.01%	(641.62)	18.09%	(131.45)
2. Fablife Process Technologies LLP	1.54%	197.60	107.26%	(779.59)
3. Fabtechnologies Lifesciences Pvt Ltd	0.00%	(0.44)	0.05%	(0.37)
<b>Foreign</b>				
1. Fabtech Technologies (FZE)	89.45%	11,461.48	-28.04%	203.80
<b>Total</b>	<b>100.00%</b>	<b>12,813.32</b>	<b>100.00%</b>	<b>(726.81)</b>
Less : Eliminations	-11.35%	(1,305.99)	-	-
Less : Minority Interests in all subsidiaries	0.00%	(0.18)	0.00%	-
<b>Net Total</b>		<b>11,507.15</b>		<b>(726.81)</b>

**53 FORM AOC - 1**

Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2004  
Statement Containing salient features of the financial statements of subsidiaries


**PART - A : Subsidiaries**

Particulars	Fabtech Technologies (FZC)	Buildmighty Techno Pvt Ltd	Fablife Process Technologies LLP	Fabtechnologies Lifesciences Pvt Ltd
Reporting period	1st Apr 2022 to 31st Mar 2023	1st Apr 2022 to 31st Mar 2023	1st Apr 2022 to 31st Mar 2023	1st Apr 2022 to 31st Mar 2023
Reporting currency	AED	INR	INR	INR
Exchange Rate	22.365	NA	NA	NA
Share capital	14.53	1.00	0.10	1.00
Reserves & surplus	11,286.07	(642.80)	197.50	(1.44)
Total assets	11,528.50	258.40	3,157.23	0.08
Total Liabilities	227.90	900.19	2,959.63	0.53
Investments	285.39	-	-	-
Turnover	2,228.24	-	2,449.11	-
Profit before tax	220.09	(132.44)	(780.68)	(0.37)
Provision for tax	16.28	(0.99)	(1.09)	-
Profit after tax	203.80	(131.45)	(779.59)	(0.37)
Proposed Dividend	-	-	-	-
Proportion of ownership interest	100.00%	82.00%	99.99%	100.00%

**PART - B : Associates & Joint ventures - Not Applicable**

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

For and on behalf of the Board of Directors of  
Fabtech Technologies International Limited  
(U24230MH1995PLC094603)

  
Aarif Ahsan Khan  
Whole - time Director  
DIN No. 00156170



Place : Mumbai  
Date: September 30, 2023

For and on behalf of the Board of Directors of  
Fabtech Technologies International Limited  
(U24230MH1995PLC094603)

  
Hemant Mohan Anavkar  
Whole - time Director  
DIN 00150776

Place : Mumbai  
Date: September 30, 2023

