



PACT INDUSTRIES LTD.

www.pactindustries.in

Date: 01.09.2024

To The Listing Department, Bombay Stock Exchange Limited 25th Floor, P.J. Towers, Dalal Street, Fort Mumbai- 400 001 Scrip Code No. 538963	To The General Manager-Operations, Metropolitan Stock Exchange of India Limited Vibgyor Towers, 4th Floor, Plot No C62. Opp. Trident Hotel, Bandra Kurla Complex, Bandra E Mumbai-400098
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PACT | 538963 | INE494K01024

Sub: Intimation of Submission of Annual Report FY 2023-24

Dear Sir,

The company is submitting herewith the **Annual Report for the FY 2023-24** along with the approved Notice for the Annual General Meeting to be held on **27th September, 2024, Friday at 11:00 A.M.** at the Registered Office of the Company at 303, Hotel The Taksons, opp. Railway Station, G. T. Road, Ludhiana.

This is for your information please.
Thanking You,

Sincerely Yours
For PACT INDUSTRIES LIMITED

HARPREET SINGH
(MANAGING DIRECTOR)
(DIN: 00570541)



PACT INDUSTRIES LIMITED

31st ANNUAL REPORT
2023-2024



www.pactindustries.in

CORPORATE INFORMATION

BOARD OF DIRECTORS	BANKERS
Mr. Harpreet Singh - Managing Director	State Bank of India
Mr. Sanjay Jain - Chief Financial Officer	Overseas Branch, Ludhiana.
Ms. Sushneet Kaur –Non-executive Independent Director	REGISTERED OFFICE 303, Hotel The Taksonz,
Mrs. Jasjeet Kaur – Independent Director	Opp. Railway Station, Ludhiana-141008.
Mr. Eshaan Takkar – Non-Executive Director (Appointed w.e.f. 23.05.2023)	
Mrs. Tanupreet Kaur – Additional (Non-Executive) Director (Resigned w.e.f. 23.05.2023)	
	GENERAL INFORMATION
COMPANY SECRETARY	Company's Corporate Identification Number (CIN): L18101PB1993PLC013193 Company's Shares are Listed at BSE and MSEI.
Sharon Arora (Resigned w.e.f. 30.03.2023)	
STATUTORY AUDITORS	REGISTRAR & SHARE TRANSFER AGENT
M/s. Parmod G Gupta & Associates, Chartered Accountants Unique Tower, 3 rd Floor, Adjoining Corporation Bank, Ludhiana – 141002.	Skyline Financial Services Private Limited D-153 A, 1 st Floor, Okhla Industrial, Area, Phase-I, New Delhi-110020. Tel: 011- 64732681-88 Web: www.skylinerta.com
SECRETARIAL AUDITORS	CONTENTS
M/s. Bhambri & Associates, Company Secretaries SCO #9, 2 nd Floor, Jandu Towers, Miller Ganj, Ludhiana – 141003.	OVERVIEW
	Corporate Information
31st ANNUAL GENERAL MEETING	STATUTORY REPORTS
	Notice
Day: FRIDAY	Directors' Report
	Management Discussion & Analysis
Date: 27 th September, 2024	Corporate Governance Report
Time: 11:00 A.M.	FINANCIAL STATEMENTS
Place: 303, Hotel The Taksonz, Opp. Railway Station, Ludhiana-141008.	Independent Auditor's Report
	Balance Sheet
	Statement of Profit & Loss
	Cash Flow Statement

NOTICE

Notice is hereby given that the 31st Annual General Meeting of the Members of the Company will be held on Friday, the 27th Day of September, 2024 at 11:00 A.M. at the Registered Office of the company situated at 303, Hotel The Taksonz, Opp. Railway Station, Ludhiana-141008 to transact the following business:

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2024 and Profit and Loss Account for the year ended on that date together with the Reports of the Directors and Auditors.
2. To appoint Mr. Harpreet Singh (DIN: 00570541) who retires by rotation and being eligible offers himself for re-appointment.

SPECIAL BUSINESS

3. Approve Related Party Transaction:

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

“RESOLVED THAT pursuant to the provisions of Section 188 and all other applicable provisions, if any, of the Companies Act, 2013 (the ‘Act’) and subject to such approvals, consents, sanctions and permissions as may be necessary, consent of the members of the company be accorded to the Board of Directors of the Company to enter into contracts and/or agreements with Related Parties as defined under the Act with respect to sale, purchase or supply of any goods or materials, selling or otherwise disposing of, or buying, leasing of property of any kind, availing or rendering of any services, appointment of agent for purchase or sale of goods, materials, services or property or appointment of such related party to any office or place of profit in the Company or its subsidiary or associates Company or any other transactions of whatever nature with related parties.

RESLOVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and execute all deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all acts, deeds, matters and things that may be necessary ,proper , expedient or incidental thereto for the purpose of giving effect to this Resolution.



PACT INDUSTRIES LIMITED

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorized to determine the actual quantum to be involved in the proposed transactions and the terms & conditions related thereto and all other matters arising out of or incidental to the proposed transactions and generally to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this Resolution.”

Date: 01.09.2024
Place: Ludhiana

By the Order of the Board
For Pact Industries Limited

Sd/-

(Managing Director)

Harpreet Singh
DIN: 00570541

Sd/-

(Non-Executive Director)

Eshaan Singh Takkar
DIN: 07194501



NOTES:

- i) A member entitled to attend and vote at the Annual General Meeting (the “meeting”) is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the company. The instrument appointing the proxy should, however, be deposited at the registered office of the company not less than forty-eight hours before the commencement of the meeting.
- ii) A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- iii) Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified true copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
- iv) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/ Skyline Financial services Limited.
- v) The Register of Members and the Share Transfer Book of the company will remain closed from 21st September, 2024 to 27th September, 2024 (both days inclusive).**
- vi) In compliance with the MCA Circulars and SEBI Circulars, Notice of the AGM along with the Annual Report 2023-24 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Member whose email are not registered shall receive the copy of the Notice along with the hard copy of statement containing the salient features of all the documents. Members may note that the Notice and Annual Report 2023-24 will also be available on the Company's website: <http://www.pactindustries.in>, **website of the Stock Exchange , i.e., BSE Limited at www.bseindia.com and MSEI at <https://www.msei.in/>**. Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the Gate of Venue of the AGM.
- vii) Any queries regarding the Annual Accounts or otherwise must be sent to Registered Office of the Company at least 10 days before the date of meeting.
- viii) Mr. Ansh Bhambri, Company Secretary in practice has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner (including the ballot forms received from members who do not have access to the e-voting process). The scrutinizer shall upon the conclusion of General Meeting, unblock the votes in presence of at least two witnesses not in employment of the Company and make a report of the votes cast in favour or against, if any, forthwith to the chairman of the Company.
- ix) The Results of the resolutions passed at the AGM of the Company will be declared within 2 working days from the conclusion of AGM. The Results declared along with the Scrutinizer's

report shall be placed on Company's website of CDSL and will be communicated to the stock exchanges.

x) **Voting through Electronic Means:** Pursuant to the Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management And Administration) Rules, 2014, as amended from time to time and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide the facility to the Members a facility to exercise their right to vote at the 30th Annual General Meeting (AGM) by electronic means.

xi) **The instructions for shareholders voting electronically are as under:**

a) The **voting period begins on Tuesday, 24th September, 2024 at 9:00 A.M and ends on Thursday, 26th September 2024 at 5:00 P.M.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date i.e. 20th September, 2024** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

b) Shareholders who have already voted prior to the meeting date through e-voting would not be entitled to vote at the meeting value.

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

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

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal

	Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.



- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

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

- f) After entering these details appropriately, click on “SUBMIT” tab.
- g) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- h) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- i) Click on the EVSN for the relevant **<240901001><PACT INDUSTRIES LIMITED>** on which you choose to vote.
- j) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- k) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- l) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- m) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.



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

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

p) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; pactindustries1993@gmail.com (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. **For Physical shareholders** - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company / RTA email id** (info@skylinerta.com) and (parveen@skylinerta.com) .
2. **For Demat shareholders** - Please update your email id & mobile no. with your respective Depository Participant (DP).



PACT INDUSTRIES LIMITED

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

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

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

Date: 01.09.2024
Place: Ludhiana

By the Order of the Board
For Pact Industries Limited.

Sd/-

Sd/-

(Managing Director)
Harpreet Singh
DIN: 00570541

(Non-Executive Director)
Eshaan Singh Takkar
DIN: 07194501



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO: 3

To Approve Related Party Transaction:

Pursuant to Section 188 of the Companies Act, 2013, the Company can enter into transaction mentioned under aforesaid resolution, which are not in the ordinary course of business and/or are not on arm length basis, only with the approval of the shareholders accorded by way of a special resolution. Though, your Company always seeks to enter into transactions with related parties in the ordinary course of business and at arm's length basis; still there may be some such transactions which are done in the interest of the Company and for which your approval is required under the provisions of the Companies Act, 2013.

The transactions were earlier approved by the shareholders in the meeting held on **28.09.2023** Audit Committee In its meeting held on **01.09.2024** provided the approval for the transaction mentioned below and recommended the board of director of the same. Board of Director also approved the same in its meeting held on **01.09.2024** subject to approval of shareholder.

The proposal outlined above is in the interest of the Company and the Board re-commends the resolution set out in the accompanying Notice as **Special Resolution**.

Name of Related Party	Name of Directors/ KMP who is related	Tenure	Particulars of the Contract and relevant information	Yearly Monetary Value (In
Kartarz Alloys P.Ltd.	Mr. Harpreet Singh Mr. Eshaan Singh Takkar	1 year	Sale or supply of goods, material or services including Job work and Lease of immovable property goods, material or services	20 Crores
Kartarz Alloys P.Ltd.	Mr. Harpreet Singh Mr. Eshaan Singh Takkar	1 year	Purchase of goods, material or services including Job work and Lease of immovable property goods, material or services	20 Crores
Preet Builders Pvt. Ltd. and its unit Preet Steel	Mr. Harpreet Singh	1 year	Sale or supply of goods, material or services including Job work and Lease of immovable property goods, material or services	20 Crores
Preet Builders Pvt. Ltd. and its unit Preet Steel	Mr. Harpreet Singh	1 year	Purchase of goods, material or services including Job work and Lease of immovable property goods, material or services	20 Crores
Pact Automobiles	Firm	1 year	Lease Rent payment to firm	2 lakhs p.a.
Tanupreet kaur	Wife of MD	1 year	Loan from Director's relative	Upto 2 crores
Parav Singh Takkar	Son of MD	1 year	Loan from Director's relative	Upto 2 crores
Parav Singh Takkar	Son of MD	1 year	Salary	Upto 12 lakhs p.a.

Date: 01.09.2024
Place: Ludhiana

By the Order of the Board
For Pact Industries Limited.

Sd/-

Sd/-

(Managing Director)
Harpreet Singh
DIN: 00570541

(Non-Executive Director)
Eshaan Singh Takkar
DIN: 07194501

BOARD'S REPORT & MANAGEMENT DISCUSSION AND ANALYSIS
The Members,

PACT INDUSTRIES LIMITED,
Ludhiana.

Your directors feel pleasure in presenting the 31st Annual Report together with Audited Annual Accounts of Pact Industries Limited for the year ended 31st March, 2024.

FINANCIAL RESULTS:

The summary of the financial performance of the Company for the financial year ended March 31, 2024 compared to the previous year ended March 31, 2023 is given below:

Particulars	(in lakh)	
	Financial Year ended 31 st March, 2024	Financial Year ended 31 st March, 2023
Revenue from Operations and Other Income (Total Revenues)	650.54	2294.38
PBT before exceptional items	-541.33	-79.49
Exceptional items	0	0
Profit before Tax (PBT)	-541.33	-79.49
Provision for Tax- Current	0	0
Provision for Tax- Deferred	-25.05	23.05
Profit after Tax	-516.28	-102.54
Earnings Per Share (EPS) (in Rs) (after exceptional item)		
- Basic	(0.93)	(0.19)
- Diluted	(0.93)	(0.19)

1. STATE OF COMPANY'S AFFAIRS:

Total Revenue from Operation for the year is Rs. 650.54 Lakhs as compared to Rs. 2294.38 Lakhs of previous year. The Net Profit (Loss) for the year ended 31.03.2024 is (Rs. 516.28 Lakhs) as compare to Net Profit (Loss) of (Rs. 102.54 Lakhs) for the previous year.

2. TRANSFER TO RESERVE:

The company has not transferred profits to the reserves and surplus during the year under review.

3. DIVIDEND:

In order to accumulate funds for future projects, your directors do not recommend any dividend for the year under review.

4. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

Since there were no unpaid/unclaimed Dividend and other amounts, as prescribed under Sections 124 & 125 of Companies Act, 2013 lying with the company, therefore, the provisions of above mentioned sections do not apply to the company.

5. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN



THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No Material changes and commitments affecting the financial position of the company have occurred between the end of the financial year and the date on which this report has been signed except that the credit facility becomes NPA as declared by the bank but the company is not declared as willful defaulter by any bank or financial institutions or other lenders.

6. CHANGE IN THE NATURE OF BUSINESS:

There was no change in the nature of business of the company during the year under review.

7. SHARE CAPITAL:

During the year No equity shares were allotted to promoters or public.

7.1 BUY BACK OF SECURITIES:

The Company has not bought back any of its securities during the year under review.

7.2 SWEAT EQUITY:

The Company has not issued any Sweat Equity Shares during the year under review.

7.3 BONUS SHARES:

No Bonus Shares were issued during the year under review.

7.4 EMPLOYEES STOCK OPTION PLAN:

The Company has not provided any Stock Option Scheme to the employees.

8. FINANCE:

8.1 CASH AND CASH EQUIVALENT:

Cash and Cash equivalent as at 31st March, 2024 is Rs. 3.21 Lakh. The Company continues to focus on judicious management of working capital. Working Capital parameters are kept under strict check through continuous monitoring.

8.2 DEPOSITS/ FIXED DEPOSITS:

During the year, Company has not accepted deposit from the public falling within the ambit of Section 73 of Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014. Further, the Company has not repaid any deposit to public and there are no deposits pending as on 31st March, 2024.

9.3 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

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

9. BOARD:

The Company recognizes and embraces the importance of a diverse board in its success. We believe that a truly diverse board will leverage differences in thought, perspective, knowledge, skill, regional and industry experience, cultural and



geographical background, age, ethnicity, race and gender, which will help us, retain our competitive advantage.

The changes in the Board of Directors of the Company during the Financial Year i.e. 01st April, 2023 to 31st March, 2024 are as follows:

1. Appointment of Mr. Eshaan Singh Takkar (Non-executive Director) w.e.f. 23.05.2023
2. Resignation of Mrs. Tanupreet Kaur as an Additional Non Executive Director w.e.f. 23.05.2023

The independent director Mrs Jasjeet Kaur has been exempted from passing the proficiency test of the IICA and Mrs. Sushneet Kaur is yet to clear the proficiency test of the IICA.

9.1 KEY MANAGERIAL PERSONNEL (KMP):

During the Financial Year 2023-24, The company did not have any company secretary cum compliance officer during the year and the last company secretary Ms. Sharon Arora had resigned on 30.03.2023.

9.2 NO. OF MEETINGS OF THE BOARD:

Seven meetings of the Board of Directors were held during the year. The details of which are as following:

Details of the Meeting:-

Sr. No.	Date of Meeting
1.	01-04-2023
2.	23-05-2023
3.	30-05-2023
4.	14-08-2023
5.	31-08-2023
6.	14-11-2023
7.	14-02-2024

The provisions of Companies Act, 2013 and Listing Regulations and SEBI (Listing Obligations and Disclosure) Regulation, 2015 were adhered to while considering the time gap between two meetings.

10. COMMITTEES OF BOARD:

The details regarding Committees of the Board of Directors of the Company are given in the Report on Corporate Governance, which forms a part of this Report.

11. REMUNERATION POLICY AND BOARD EVALUATION:

Company has Nomination and Remuneration policy in place pursuant to Companies Act, 2013 and SEBI (LODR) Regulation, 2015.

Independent directors in their meeting held on 14.02.2024, evaluated the performance of the non independent director of the board including Managing Director. The minutes of the meeting were placed before the board and board affirmed the same. The Board has carried out an annual evaluation of its own performance, performance of its Committees as well as the directors individually.

The details regarding process and criteria for evaluation are given in the Report on Corporate Governance, which forms a part of this Report. The details pertaining to remuneration as required under section 197(12) of the Companies Act, 2013 read with rule 5(1) of the companies (appointment and remuneration of managerial personnel) rules, 2014 is enclosed herewith as 'Annexure - A'

12. DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and regulation 16(b) of SEBI (Listing Obligations & Disclosure Requirements) Regulation, 2015.

13. CODE OF CONDUCT COMPLIANCE:

The declaration signed by the Managing Director affirming compliance with the Code of Conduct by Directors and Senior Management, for the financial year ended March 31, 2024 is given in Report on Corporate Governance, which forms a part of this Report.

14. TRAINING OF INDEPENDENT DIRECTORS:

Every new independent director of the Board attends an orientation program. To familiarize the new inductees with the strategy, operations and functions of our Company, the executive directors / senior managerial personnel make presentations to the inductees about the Company's strategy, operations, product, markets, organization structure, finance, human resources, technology, quality, facilities and risk management.

15. DIRECTORS' RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:

- a) in the preparation of the Annual Accounts for the Financial Year ended 31st March, 2024 the applicable Accounting Standards have been followed along with proper explanation relating to material departures if any;
- b) the directors had selected such accounting policies and applied them consistently and made judgement and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. AUDITORS:

16.1 STATUTORY AUDITORS:

M/s Parmod G Gupta & Associates, Chartered Accountants, was re appointed as as statutory auditors of the Company, for a period of five years i.e. till the Annual General Meeting to be held in 2028, by the Audit committee and the Board. They had confirmed their eligibility

The auditors have not reported any fraud in its reports.

The Statutory Auditor had reported some observations:

- The company has suffered a loss during the current F.Y. for Rs. 516.28 Lakhs (Previous Year Rs. 102.54 Lakhs), resulting in significant erosion of Net Worth.
- The account of the company has been classified as Non-Performing Asset by its banker namely State Bank of India and subsequently recovery notices have been issued under relevant laws.

16.2 SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, M/s Bhambri & Associates (C.P No. 22626) was appointed as Secretarial Auditor of the Company for the Financial Year 2023-2024. The Secretarial Audit Report is annexed herewith as 'Annexure – B'.

The Board of Directors of the Company has appointed M/s Bhambri & Associates, Company Secretaries to undertake the secretarial audit of the company for the Financial Year 2024-2025 and onwards.

The Secretarial Auditor in his report stated the following observations / qualifications:

1. The Company had not published the Financial Results in the newspaper for quarter ended 30.06.2023, 30.09.2023, 31.12.2023 and 31.03.2024 and also had not published the Notice of AGM in the newspaper.
2. The Company has not paid the Annual listing fee to the exchanges.
3. The Company has not sent notices of the Annual General Meeting to the Members of the company along with annual report.
4. The Company has not made disclosure of the Accounts of the Company to be NPA by the Bank.
5. The Company had not implemented structural digital database requirement as per regulation 3(5) and (6) of SEBI (PIT) Regulations 2015 in a delayed manner till 15.11.2023.
6. The Company has not maintained the website as per BSE circular under regulation 46.
7. The Company has not updated its website on a regular basis.
8. The following compliances were delayed by the company during the financial year and the penalty for which is also pending to be paid to the stock exchanges.

Sr no	Regulation	Quarter ended	Remarks
1	Regulation 30 Intimation of Resignation of Ms. Sharon Arora on 30.03.2023 was intimated with delay on 01.04.2023 by one day	30.03.2023	Delayed filing
2	Regulation 30 Intimation of Resignation of Mrs Tanupreet kaur on 23.05.2023	23.05.2023	Non-filing
3	Regulation 30 Intimation of Appointment of Mr Eshaan Singh Takkar on 23.05.2023	23.05.2023	Non-filing
4	Regulation 31 Shareholding Pattern	March 2023	Delayed filing
5	Regulation 31 Shareholding Pattern	June 2023	Delayed filing
6	Regulation 13(3) Statement of Investor complaints	March 2023	Delayed filing

7	Regulation 13(3) Statement of Investor complaints	June 2023	Delayed filing
8	SDD compliance Certificate	March 2023	Delayed filing
9	SDD compliance Certificate	June 2023	Delayed filing
10	Regulation 40(9)	March 2023	Delayed filing
11	Regulation 7(3)	March 2023	Delayed filing
12	Intimation of Closure of Trading window	June 2023	Non filing
13	Regulation 27(2) Non-Applicability Certificate	March 2023	Delayed filing
14	Regulation 27(2) Non-Applicability Certificate	June 2023	Delayed filing
15	Regulation 76 Reconciliation of share capital	March 2023	Delayed filing
16	Regulation 76 Reconciliation of share capital	June 2023	Delayed filing

Explanation / Comment from the Board:

1. The Company is of the opinion that the information is already being shared on all possible channels.
2. The company has asked for delisting of securities from MSEI, however MSEI has not taken any steps for the same.
3. The Management has said the emails were sent to the shareholders for such notice.
4. This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
5. For the SDD compliance, the Company is a small company in size of operations and lately the Company has been in losses and cannot afford any liabilities and manpower. The MD has stated that the Company being a small company, in losses is unable to opt for the software required with a database.
6. The website maintenance could not be followed up regularly being a small scale company in losses.
7. The website maintenance could not be followed up regularly being a small scale company in losses.
8. The explanations are as under

Sr no	Regulation	Quarter ended	Explanation by the Board
1	Regulation 30 Intimation of Resignation of Ms. Sharon Arora on 30.03.2023 was intimated with delay on 01.04.2023 by one day	30.03.2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
2	Regulation 30 Intimation of Resignation of Mrs Tanupreet kaur on 23.05.2023	23.05.2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
3	Regulation 30 Intimation of Appointment of Mr Eshaan Singh Takkar on 23.05.2023	23.05.2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
4	Regulation 31 Shareholding Pattern	March 2023	This was delayed due to the non payment of the dues of CDSL/ RTA which was resolved thereafter and the compliance was done.
5	Regulation 31 Shareholding Pattern	June 2023	This was delayed due to the non payment of the dues of CDSL/ RTA which was resolved thereafter and the compliance was done.
6	Regulation 13(3) Statement of Investor complaints	March 2023	This was delayed due to the non payment of the dues of CDSL/ RTA which was resolved thereafter and the compliance was done.
7	Regulation 13(3) Statement of Investor complaints	June 2023	This was delayed due to the non payment of the dues of CDSL/ RTA which was resolved thereafter and the compliance was done.
8	SDD compliance Certificate	March 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
9	SDD compliance Certificate	June 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
10	Regulation 40(9)	March 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances

11	Regulation 7(3)	March 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
12	Intimation of Closure of Trading window	June 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
	Regulation 27(2) Non-Applicability Certificate	March 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
	Regulation 27(2) Non-Applicability Certificate	June 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
	Regulation 76 Reconciliation of share capital	March 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances
	Regulation 76 Reconciliation of share capital	June 2023	This is due to the resignation of the CS cum Compliance Officer who used to take care of all the Compliances

Further the Secretarial Auditor reported that

- The accounts of the Company has been classified as NPA by the Bank as on 31.03.2024
- That the trading in the Scrip of the company has been suspended due to non-payment of ALF dues
- The Company is in violation of SEBI & Exchange Regulations and the Company had not implemented structural digital database requirement as per regulation 3(5) and (6) of SEBI (PIT) Regulations 2015 till 15.11.2023.

Explanation / Comment from the Board:

- The company's operations have taken a hit and the company has not been able to perform due to which the accounts have been classified as NPA.
- The Company has not paid Listing fee to MSEI and has raised a dispute and also its intention to delist from MSEI but still the MSEI has been raising additional invoices for Annual Listing Fee. This has caused the scrip of the company to be suspended, for which the company shall be filing application for removal of the restriction.
- The Company is a small company in size of operations and lately the Company has been in losses and cannot afford any liabilities and manpower. The MD has stated that the Company being a small company, in losses is unable to opt for the software required with a database.

16.3 INTERNAL AUDITORS:

Mr. Bipin Bihari Singh performs the duties of internal auditor of the company and his report is reviewed by the audit committee from time to time and has been re-appointed for FY 2023-24 and onwards.

16.4 COST AUDITOR:

The Cost Audit was not applicable on the Company during the Financial Year 2023-24 as per Companies (Cost record & audit) Rules, 2014.

17. INTERNAL FINANCIAL CONTROLS:

The Board has adopted the policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

18. LISTING OF SECURITIES:

The Securities of the Company are listed on Bombay Stock Exchange Limited and Metropolitan Stock Exchange of India Limited. *The Company has not paid Annual Listing Fees for the years Financial Year 2018-19, 2019-20, 2020-21, 2021-22, 2022-23, 2023-24 and 2024-25 and is in violation of SEBI & Exchange Regulations. The Company has also not paid the fines/SOP fine imposed by the exchanges*

19.COMMITTEES OF THE BOARD:

a) Audit Committee: The company had constituted Audit Committee of the Company in compliance with provisions of Section 177 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by consisting following Members/Chairman:

Sr. No.	Name of Directors	Designation
1.	Mrs. Jasjeet Kaur	Chairman
2.	Ms. Sushneet Kaur	Member
3.	Mr. Harpreet Singh	Member

All the Members of Audit Committee are financially literate and have accounting knowledge to interpret and understand the financial statements. During the year under review, the Audit Committee Members, met Five (5) times.

Sr. No.	Date of Meeting
1.	30-05-2023
2.	14-08-2023
3.	31-08-2023
4.	14-11-2023
5.	14-02-2024

b) Nomination and Remuneration Committee: The company had constituted Nomination and Remuneration Committee of the Company in compliance with provisions of Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by consisting following Members/Chairman:

Sr. No.	Name of Directors	Designation
1.	Mrs. Jasjeet Kaur	Chairman
2.	Mr. Eshaan Singh Takkar	Member
3.	Ms Sushneet Kaur	Member

The Nomination and Remuneration Committee Members met Three (3) times on 01.04.2023, 23.05.2023 and 31.08.2023.

c) Stakeholder's Relationship Committee: The company had constituted Stakeholder Relationship Committee (SRC) of the Company in compliance with provisions of Section 178 of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 20 of SEBI

(Listing Obligations and Disclosure Requirements) Regulations, 2015 by consisting following Members/Chairman:

Sr. No.	Name of Directors	Designation
1.	Mrs. Jasjeet Kaur	Chairman
2.	Mr. Harpreet Singh	Member
3.	Ms. Sushneet Kaur	Member

The complaints received during the year, if any, were duly resolved. The Committee meets as and when required, to deal with the investor related matters. The Stakeholder Relationship Committee Members met once (1) time on 31.08.2023.

d) Risk Management Committee: The Company had constituted Risk Management Committee in compliance with the provisions of Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by consisting following Members/Chairman:

Sr. No.	Name of Directors	Designation
1.	Mr. Eshaan Singh Takkar	Chairman
2.	Mr. Jasjeet Kaur	Member
3.	Ms. Sushneet Kaur	Member

No Risk Management Committee meeting was held during the year under review.

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

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

21. ANNUAL RETURN:

The Annual Return of the Company for the Financial Year 2022-2023 (Form MGT-7) can be found on the website of the Company for which the link has been provided as follows:

<https://www.pactindustries.in/financial-reports/>

22. VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The company has set up vigil mechanism viz. Whistle Blower Policy to enable the employees and directors to report genuine concerns, unethical behavior and irregularities, if any, in the company noticed by them which could adversely affect company's operations. The same is reviewed by the Audit Committee from time to time. No concerns or irregularities have been reported till date. The details of the Whistle Blower Policy is explained in the Corporate Governance Report and also posted on the website of the Company.

23. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company.

24. RELATED PARTY TRANSACTIONS/ PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All transactions entered into with Related Parties as defined under the Companies Act, 2013 and Clause 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, during the financial year were in the ordinary course of business and on an arms length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. The materially significant transactions with related parties during the financial year which were not in conflict with the interest of the Company. Suitable disclosure as required by the Accounting Standards (AS18) has been made in the notes to the Financial Statements. The report of the Board in respect of the particular of contracts or arrangements with related parties referred to sub section (1) of Section 188 in form AOC-2 is annexed to this report in Annexure- C.

25. CORPORATE GOVERNANCE:

Corporate Governance Regulations under SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, are not applicable to the Company but still the company has been doing some compliances on voluntary basis.

26. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place a prevention of sexual Harassment policy in line with the requirements of the sexual Harassment of Women at the Workplace (prevention, prohibition and Redressal) Act, 2013. During the year 2023-24 no complaints were received by the Company related to sexual Harassment.

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

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

28. PARTICULARS OF EMPLOYEES:

The information required pursuant to Section 197 read with Rule, 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is as follows:

The Composition of company constitutes One Executive Director (MD) only. No sitting fees have been paid to any director during the Financial Year. The particulars of the employees who are covered by the provisions contained in Rule 5(2) and rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are:

The remuneration paid to Managing Director is 7,20,000/- per annum.

29. ONE TIME SETTLEMENT

During the period under review there has not been any OTS by the Company.

30. INSOLVENCY

During the period under review no application has been filed by or against the Company under IBC for insolvency and nor any application is pending.

31. APPRECIATION AND ACKNOWLEDGEMENTS:

The company has been very well supported from all quarters and therefore your directors wish to place on record their sincere appreciation for the support and co-operation received from Employees, Dealers, Suppliers, Central and State Governments, Bankers and others associated with the Company. Your Directors wish to thank the banks, financial institutions, shareholders and business associates for their continued support and cooperation. We look forward to receiving the continued patronage from all



quarters to become a better and stronger company.

32. CAUTIONARY STATEMENT:

The statements contained in the Board's Report and Management Discussion and Analysis contain certain statements relating to the future and therefore are forward looking within the meaning of applicable securities, laws and regulations.

Various factors such as economic conditions, changes in government regulations, tax regime, other statutes, market forces and other associated and incidental factors may however lead to variation in actual results.

Date: 01.09.2024

Place: Ludhiana

By the Order of the Board
For Pact Industries Limited.

Sd/-

Sd/-

(Managing Director)

Harpreet Singh

DIN: 00570541

(Non-Executive Director)

Eshaan Singh Takkar

DIN: 07194501

‘ANNEXURE – A’
DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

(a) Ratio of the remuneration of each director to the median remuneration of employee of the Company and the percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary for the financial year 2023-24:

Sr. No.	Name of Director/KMP and Designation	Remuneration of Director / KMP for financial year 2023-24	% increase in Remuneration in the financial year 2023-24	Ratio of remuneration of each Director/to median remuneration of employees
1	Mr. Harpreet Singh (Managing Director)	0.00	0.00	N.A
2	Mr. Eshaan Singh Takkar (Non-Executive Director)	0.00	0	N.A
3	Mrs. Jasjeet Kaur (Independent Director)	0.00	0	N.A
4	Mrs. Sushneet Kaur (Independent Director)	0.00	0	N.A
5	Mr. Sanjay Jain (Chief Financial Officer)	0.00	0	N.A
6	(Company Secretary)	-	-	-

(b) The median remuneration of employees of the Company during the financial year 2023-24 was Rs. 3.10 Lacs p.a. (approx).

(c) There were 3 permanent employees on the roll of the Company as on 31st March, 2024.

(d) Average percentage increase in the salaries of the employees other than the managerial personnel in the financial year 2023-24 was -13.97 % whereas the increase in the managerial remuneration for the same financial year was 0%

(e) It is hereby affirmed that the remuneration paid during the year ended 31st March, 2024 is as per the Remuneration Policy of the Company.

Details of Top 10 Employees

Sr. No.	Name of Employee	D.O.B / Age	Designation	Qualification	Total Experience	Date of Commencement of Employment in Company	Remuneration drawn during the year (In Lakh)	Previous Employer
1	Parv Singh Takkar	23.03.1995	Executive	Graduation	5 Year	01.04.2020	6.00	Preet Builders Pvt Ltd
2	Harjinder Singh	15.04.1969	Skilled person	Graduation	10 Year	01.04.2022	1.80	Excell international
3.	Ram Bahadur	28.10.1974	Peon	Under matric	8 Year	01.07.2022	1.50	Kainth Enterprises



‘ANNEXURE – B’

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2024
[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the
Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

The Members,
Pact Industries Limited,
303, Hotel The Taksonz, Opp. Railway Station,
G.T. Road, Ludhiana - 141008
CIN: L18101PB1993PLC013193

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

Based on our verification, on test basis, of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the **financial year ended on 31st March, 2024** ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined, on test basis, the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2024, to the extent applicable and according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
 - (h) The Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018; and
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- vi) We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with laws relating to, inter alia:
 - All labour laws;

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India to the extent of its applicability.
- (ii) The Listing Agreement entered into by the Company read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

9. The Company had not published the Financial Results in the newspaper for quarter ended 30.06.2023, 30.09.2023, 31.12.2023 and 31.03.2024 and also had not published the Notice of AGM in the newspaper.
10. The Company has not paid the Annual listing fee to the exchanges.
11. The Company has not sent notices of the Annual General Meeting to the Members of the company along with annual report.
12. The Company has not made disclosure of the Accounts of the Company to be NPA by the Bank.
13. The Company had not implemented structural digital database requirement as per regulation 3(5) and (6) of SEBI (PIT) Regulations 2015 in a delayed manner till 15.11.2023.
14. The Company has not maintained the website as per BSE circular under regulation 46.
15. The Company has not updated its website on a regular basis.
16. The following compliances were delayed by the company during the financial year and the penalty for which is also pending to be paid to the stock exchanges.

Sr no	Regulation	Quarter ended	Remarks
1	Regulation 30 Intimation of Resignation of Ms. Sharon Arora on 30.03.2023 was intimated with delay on 01.04.2023 by one day	30.03.2023	Delayed filing
2	Regulation 30 Intimation of Resignation of Mrs Tanupreet kaur on 23.05.2023	23.05.2023	Non-filing
3	Regulation 30 Intimation of Appointment of Mr Eshaan Singh Takkar on 23.05.2023	23.05.2023	Non-filing
4	Regulation 31 Shareholding Pattern	March 2023	Delayed filing
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14	Regulation 27(2) Non-Applicability Certificate	June 2023	Delayed filing
15	Regulation 76 Reconciliation of share capital	March 2023	Delayed filing
16	Regulation 76 Reconciliation of share capital	June 2023	Delayed filing

We further report that

The Board of Directors of the Company is duly constituted except the Company did not have any Company Secretary cum Compliance Officer for the complete financial year 2023-24. The changes, if any, in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act **except the disclosure to the stock exchanges has been not been filed by the Company (as stated in above para under points 2 and 3)**. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously or by the majority as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the Company has no specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc except

1. The accounts of the Company has been classified as NPA by the Bank as on 31.03.2024
2. That the trading in the Scrip of the company has been suspended due to non-payment of ALF dues
3. The Company is in violation of SEBI & Exchange Regulations and the Company had not implemented structural digital database requirement as per regulation 3(5) and (6) of SEBI (PIT) Regulations 2015 till 15.11.2023.

Place: Ludhiana



PACT INDUSTRIES LIMITED

Dated: 26.08.2024

UDIN: A060218F001047457
Peer review number: 2971/2023

(Ansh Bhambri)
Bhambri & Associates
Company Secretary in whole time practice
C.P. No. 22626

Note: This report is to be read with our letter of even date which is annexed as 'ANNEXURE-1' and forms an integral part of this Report.

'ANNEXURE-1'

The Members,
Pact Industries Limited,
303, Hotel The Taksonz, Opp. Railway Station,
G.T. Road, Ludhiana - 141008
CIN: L18101PB1993PLC013193

Based on audit, our responsibility is to express an opinion on the compliance with the applicable laws and maintenance of records by the Company. Due to the inherent limitations of an audit including internal, financial and operating controls, there is an unavoidable risk that some misstatements or material non-compliances may not be detected. Our report of even date is to be read along with this letter.

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

Place: Ludhiana
Dated: 26.08.2024

UDIN: A060218F001047457
Peer review number: 2971/2023

(Ansh Bhambri)
Bhambri & Associates
Company Secretary in whole time practice
C.P. No. 22626

‘ANNEXURE – C’
FORM NO. AOC.2

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto (Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered into during the year ended on 31st March, 2024, which were not at Arm's Length basis.

1. Details of Material contracts or arrangement or transactions:

NA

2. Details of contracts or arrangement or transactions at arm's length basis:

S.No.	Name	Date of approval	Relation	Nature of Transaction	Value for the year
1	Harpreet Singh	21.02.2023	Promotor/Directo	Remuneration	0
2	Harpreet Singh	21.02.2023	Promotor/Directo	Loan	0
3	Parav Singh Takkar	21.02.2023	Director's Relatives	Loan	0
4	Parav Singh Takkar	21.02.2023 and 28.09.2023	Director's Relatives	salary	130100
5	Eshaan Singh		Promotor/Directo	Loan	0
6	Tanupreet Kaur	21.02.2023 and 28.09.2023	Director's Relatives	Loan	0
7	Preet Steel	21.02.2023 and 28.09.2023	Promotor Co.	Sale	19902139.00
8	Preet Steel	21.02.2023 and 28.09.2023	Promotor Co.	Purchases	nil
9	Kartarz Alloys Pvt.Ltd.	21.02.2023 and 28.09.2023	Promotor Co.	Sale	12933165.00
10	Kartarz Alloys Pvt.Ltd.	21.02.2023 and 28.09.2023	Promotor Co.	Purchases	26347271.00
11	Pact Automobiles	21.02.2023 and 28.09.2023	Firm	Lease Rent	40000.00

0 Depicts no new transaction took place

Note: The above data has been complied on the basis of the notes to accounts and accounts of the Company, please refer Notes to Accounts in Balance Sheet for detailed information.

‘ANNEXURE – D’
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

[Section 134(3) (m) of The Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014]

A. CONSERVATION OF ENERGY:

(i) **Efforts made for conservation of energy:** - Energy conservation continues to receive priority attention at all levels. All efforts are made to conserve and optimize use of energy with continuous monitoring, improvement in maintenance and distribution system and through improved operational techniques.

(ii) **The steps taken by the company for utilizing alternate sources of energy :** NIL

(iii) **The capital investment on energy conservation equipment's** – Due to Industry scenario in previous year company was not able to spend any money on equipment's for energy conservation.

A	Power and Fuel Consumption		2023-24	2022-23
1.	Electricity – Own Generation			
	Unit Produced	KWH		0
	Cost of Diesel	Rs.		0
	Cost Per Unit	Rs.		0.00
2.	Electricity Purchased –			
	Unit Purchased	KWH	64950 UNIT	57446 Unit
	Total Amount	Rs.	519600.00	448083.00
	Rate Per Units	Rs.	8.00	7.80
B.	Other/ Internal Generations	-		-

B. Technology absorption:

(i) **The efforts made towards technology absorption:** The Company is continuously endeavoring to upgrade its technology from time to time in all aspects through in-house R&D primarily aiming at reduction of cost of production and improving the quality of the product. The Company has successfully achieved results in reducing the cost of production, power consumption and improving technical efficiencies and productivity.

(ii) **The benefit derived like product improvement, cost reduction, product development or import substitution:** NONE

(iii) **In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) :** NONE

- The details of technology imported;
- The year of import;
- Whether the technology been fully absorbed;
- If not fully absorbed, areas where absorption has not taken place, and the reasons the reasons thereof; and



PACT INDUSTRIES LIMITED

(iv) **The expenditure incurred on Research and Development:** No specific expenditure exclusively on R&D has been incurred. The indigenous technology available is continuously being upgraded to improve the overall performance of the Company.

C. FOREIGN EXCHANGE EARNING AND OUTGO

(12 months)

	2023-24	2022-23
a) Earning (Export Sales- FOB Value)	NIL	NIL
b) Outgo:		
i) Imports-Raw Material & Spares	0	0
Capital Goods	NIL	NIL
ii) Expenditure	NIL	NIL
c) Net Foreign Exchange Earnings	NIL	NIL

By the Order of the Board
For Pact Industries Limited.

Date: 01.09.2024
Place: Ludhiana

Sd/-
(Managing Director)
Harpreet Singh
DIN: 00570541

CORPORATE GOVERNANCE REPORT**COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE****The Company**

It is the consistent conviction of the company that sound and strong corporate governance standards lead to durable sustenance of business and generate long term value for all stakeholders ensuring the robust health of the corporate entity. The corporate governance process and systems have gradually been strengthened over the years to ensure full compliance with regulatory requirements. While the company's compliance of legislative and regulatory requirements is total and absolute, the company believes that good corporate governance goes much beyond the mere fulfilling of statutory requirements, but is also a projection towards the sound formulation of a distinct corporate culture. The Company further presumes that corporate governance is more about creating organizational excellence leading to increased customer satisfaction and stakeholder value.

We firmly believe the concept of corporate governance is founded upon the core values of transparency, empowerment, accountability and independent monitoring. The company has always given its best efforts to uphold and nurture these core values across all operational aspects.

BOARD COMPOSITION**Size and Composition of Board of Directors****Board of Directors**

The Company has 4 Directors Comprising of One Executive Director; Three Non-Executive Director out of which Two are Non-Executive Independent Directors. The Board periodically evaluates the need for change in its composition and size.

Seven Board Meetings were held during the Financial Year 01st April, 2023 to 31st March, 2024. Details of the meetings are as following:-

Details of the Meeting:

Sr. No.	Date of Meeting
1.	01-04-2023
2.	23-05-2023
3.	30-05-2023
4.	14-08-2023
5.	31-08-2023
6.	14-11-2023
7.	14-02-2024

There was not a gap of more than 120 days between two consecutive meetings. All the information as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 has been placed before the Board.

The company issued formal letters of appointment to independent directors in the manner as provided in the Companies Act, 2013. The terms and conditions of appointment are disclosed on the website of the company. The company has formulated a policy to familiarize the independent directors which is disclosed in the website of the company.

Training/Familiarization of Board of Directors:

Your Company follows a structured orientation and familiarization programme through various reports/codes/internal policies for all the Directors with a view to update them on the Company's policies and procedures on a regular basis. Periodic presentations are made at the Board Meetings on business and performance, long term strategy, initiatives and risks involved. The details of familiarization programme have been posted in the website of the Company under the web link www.pactindustries.in

Remuneration Paid to Directors:

Looking the scenario of the iron and steel Industry and financial position of the company none of the Executive Directors have taken any remuneration except Mr. Harpreet Singh, Managing Director to whom remuneration of Rs. 7,20,000/- per annum has been paid for the Financial Year 2023-24.

Non-Executive Directors are not paid any remuneration for attending Board Meeting and Committee Meetings.

Separate Meeting of Independent Directors:

As stipulated by the Code of Independent Directors under the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate meeting of the Independent Directors of the Company was held on 14th February, 2024 to review the performance of Non-independent Directors (including the Chairman) and the Board as whole. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management and the Board and it's Committees which is necessary to effectively and reasonably perform and discharge their duties.

Code of Conduct for Board members and Senior Management:

The Board of Directors has laid down the code of conduct for all the Board members and members of the Senior Management of the Company. All the Board members and Senior Management personnel have affirmed compliance with the code of conduct. The Code of Conduct is available on the website of the company.

BOARD COMMITTEES
AUDIT COMMITTEE

The Audit Committee is vested with the necessary powers to achieve its objectives. The Committee has discharged such other role/function as envisaged under Regulation 18 (3) read with Part C of Schedule II of the Listing Regulations and the provisions of Section 177 of the Act. The committee comprises of three Directors, out of which two are Independent Directors. All the members, including Chairman of Audit Committee are financially literate and have the ability to read and understand the financial statement. In the Financial Year 2023-24, five meetings were held on 30.05.2023, 14.08.2023, 31.08.2023, 14.11.2023 and 14.02.2024. Composition of committee as on 31st March, 2024 and member's attendance at the meetings during the year are as under:

Composition of Audit Committee and attendance of each Director during the meetings held in financial year 2023-24 are given below:

Name	Status	Category	No of Meetings Attended during the year 2023-24	
			Held/eligible to attend	Attended
Mrs. Jasjeet Kaur	Chairman	Non-Executive & Independent Director	5	5
Mr. Harpreet Singh	Member	Executive Director	5	5



Ms. Sushneet Kaur	Member	Non-Executive & Independent Director	5	5
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NOMINATION AND REMUNERATION COMMITTEE

The committee continues to perform its tasks under the companies Act, 2013 as well as newly introduced SEBI (Listing Obligations and Disclosures) Regulations, 2015. The major tasks performed by the Nomination and Remuneration committee may be grouped under the following heads:

The brief terms of reference of the committee inter alia includes:

1. Formulation of the criteria for determining candidature of director and evaluation of Independent Directors and the Board
2. formulate policy relating to the remuneration of the directors, key managerial personnel and other employees and policy on Board diversity;

The remuneration policy as adopted by the company envisages payment of remuneration according to qualification, experience and performance at different levels of the organization. However, the Company has been paying the remuneration during the year as per performance of the Company.

- Meetings

In the Financial Year 2023-24, Three meetings were held on 01.04.2023, 23.05.2023 and 31.08.2023.

Name	Status	Category	No of Meetings Attended during the year 2023-24	
			Held/ eligible to attend	Attended
Mrs. Jasjeet Kaur	Chairman	Non Executive & Independent Director	3	3
Mr. Eshaan Singh Takkar <i>appointed w.e.f. 23.05.2023</i>	Member	Non-Executive Director	1	1
Ms Sushneet Kaur	Member	Non Executive & Independent Director	3	3
Mrs Tanupreet Kaur <i>resigned w.e.f. 23.05.2023</i>	Member	Additional Non Executive director	1	1

STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders' Relationship Committee is primarily responsible to review and redressal of shareholders' / investors' / security holders' complaints. The Committee also monitors the implementation and compliance with the Company's Code of Conduct for prohibition of Insider Trading.

The Stakeholders' Relationship Committee's composition and the terms of reference meet with the requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and provisions of the Companies Act, 2013.

The details of composition & Meeting Details of the Committee are as under:

In the Financial Year 2023-24, One meeting was held on 31.08.2023.

Name	Status	Category	No of Meetings Attended during the year 2023-24	
			Held/ eligible to attend	Attended
Mrs. Jasjeet Kaur	Chairman	Non- Executive & Independent Director	1	1
Mr. Harpreet Singh	Member	Executive Director	1	1



Ms. Sushneet Kaur	Member	Non- Executive & Independent Director	1	1
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The complaints received during the year, if any, were duly resolved.

RISK MANAGEMENT COMMITTEE

The Board comprises of Three Non-Executive Directors viz. Mr. Eshaan Singh Takkar, Ms. Sushneet Kaur and Mrs. Jasjeet Kaur (including 2 Independent Directors out of which 2 are Women Director).

FORMULATION OF POLICY FOR SELECTION AND APPOINTMENT OF DIRECTORS AND THEIR REMUNERATION

The Nomination and Remuneration Committee through discussion evaluated the performance of all non independent directors, Whole time directors and Board. The nomination and remuneration policy is available at the website of the Company.

RELATED PARTY TRANSACTIONS

All transactions entered into with Related Parties as defined under Regulation 23 of the SEBI (Listing Obligation & Disclosure Requirements) Regulation 2015 during the financial year were in the ordinary course of business and on an arm length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. The approvals, if applicable, have been taken. Suitable disclosure as required by the Accounting Standards (AS18) has been made in the notes to the Financial Statements. The Board has approved a policy for related party transactions which has been uploaded on the Company's website www.pactindustries.in

SUBSIDIARY COMPANIES

There is no subsidiary, associate and joint venture of the Company. Thus, disclosure on subsidiary and provisions related to consolidated financial statement etc are not applicable.

POLICY FOR PRESERVATION OF DOCUMENTS

In accordance with regulation 9 of SEBI (Listing Obligations and Disclosures) Regulations, 2015 the board has during the year adopted a policy for preservation of documents which has been uploaded on the website of the company.

POLICY FOR DETERMINATION OF MATERIALITY OF THE DISCLOSURE OF EVENTS & INFORMATION

In accordance with regulation 30 (4) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 a policy has been adopted regarding disclosures of any events or information which, in the opinion of the board of directors is material and the same is also available on the website of the company.

ARCHIVAL POLICY

In accordance with regulation 30 (8) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 an archival policy was adopted in the previous years and was uploaded on the website of the company.

WHISTLE BLOWER POLICY

The company had earlier in accordance with requirement of Companies Act, 2013 and erstwhile clause 49 of listing agreement with stock exchange drafted and adopted a whistle blower policy and which is available in the website of the company. Further in accordance with requirement of Para C 10 (c) of SEBI (Listing Obligations and Disclosures) Regulations, 2015 affirmation is also given that no personnel has been denied access to audit committee.

Compliance with Accounting Standards

In the preparation of the financial statements, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and General Circular 8/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

GENERAL BODY MEETING

The details of last three Annual General Meeting of the Company held are given below:

Financial Year	Location of the Meeting	Date	Time
2020-21	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	27.09.2021	11:00 AM
2021-22	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	30.09.2022	11.00 AM
2022-23	303, Hotel The Taksonz, Opp.Railway Station, Ludhiana	28.09.2023	02.00 PM

Financial Year	SR passed. if any	Resolution passed
2020-21	To approve Increase in Remuneration of Mr. Harpreet Singh, Managing Director of the Company	YES
2021-22	Approve Related Party Transaction	Yes
2022-23	Reappointment of Statutory Auditor for the Second Term.	Yes
	Approve Related Party Transaction	Yes

CEO (MANAGING DIRECTOR) / CFO CERTIFICATION

As required under regulation 17(8) read with schedule II of part B of SEBI (Listing Obligations and Disclosures) Regulations, 2015, Mr. Harpreet Singh, Managing Director and Mr. Sanjay Kumar Jain, CFO certifies to the Board that:

- a) The financial statements and the Cash Flow Statement for the year ended 31st March 2024 have been reviewed and to the best of their knowledge and belief:
 - i) these statements do not contain any untrue statement of material fact, have not omitted any material fact and do not contain any statement that is misleading;
 - ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards applicable laws and regulations.
- b) To the best of their knowledge and belief no transactions entered into by the company during the year are fraudulent, illegal or violate the Company's code of conduct
- c) They accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting.
- d) They have indicated to the auditors and the Audit Committee:
 - i) Significant changes in the internal control over financial reporting during the year.
 - ii) Significant changes in accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and
 - iii) There have been no instances of significant fraud either by the management or an employee having a significant role in the Company's internal control system of financial reporting.

For Pact Industries Limited.

Sd/-

(Managing Director)
Harpreet Singh
DIN: 00570541

Sd/-

(CFO)
Sanjay Jain
PAN: AAQPJ0106J

Date: 01.09.2024
Place: Ludhiana



MEANS OF COMMUNICATION

Annual Reports in respect of each financial year were mailed to all shareholders in due time. Each Report contains the annual accounts of the company in respect of the financial year with the Directors' and Auditors' Reports. Also included in each Annual Report is the Notice convening the annual general meeting, the financial year's Corporate Governance Report and the cash flow statement together with the corresponding reports by the auditor.

The quarterly, half-yearly and annual financial results were not published in newspapers.

SHAREHOLDER INFORMATION

Registered Office : 303, Hotel The Taksonz,
Opp. Railway Station,
Ludhiana Punjab-141008
Telephone No. – 0161-2731851/852
Fax no.0161-2721876,
Email: pactindustries1993@gmail.com

PARTICULARS OF DIRECTORS REAPPOINTED

As required under erstwhile clause 49 of the Listing Agreement, the details of Director appointment / reappointment are given in this annual Report and forms part of this report.

Registrar and Transfer Agent

Shareholders may contact the Company's Registrar and Share Transfer Agent (for both physical and demat segments) at the following address for any assistance regarding dematerialization of shares, share transfers, transmission, change of address, non-receipt of annual report and any other query relating to the shares of the Company:

M/s. Skyline Financial Services (P) Limited
D-153A, 1st Floor, Okhla Industrial Area, Phase-I, New Delhi- 110020
Tel: 011 – 26812682 / 83 & 64732681 to 88
Fax: 011 – 26812682
Email: info@skylinerta.com
Website: www.skylinerta.com

Shareholders holding shares in electronic mode should address all their correspondence to their respective Depository Participant.

COMPLIANCES

Mandatory Requirements

The Company has fully complied with the applicable mandatory requirement of SEBI (Listing Obligations and Disclosures) Regulations, 2015. As required by the Securities & Exchange Board of India (SEBI) quarterly audit of the Company's share capital is being carried out by **M/S Bhambri & Associates**, Company Secretaries with a view to reconcile the total share capital admitted with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and held in physical form, with the issued and listed capital. The Auditors' Certificate in regard to the same is submitted to BSE Limited & Metropolitan Stock Exchange of India Ltd.

Shareholders Rights:

The quarterly and half-yearly financial results are published in widely circulated dailies and also



displayed on Company's website www.pactindustries.in . Hence, these are not individually sent to the Shareholders.

Reporting of Internal Auditor:

The internal auditor reports to audit committee.

General Shareholders Information's**Annual General Meeting**

Date : 27th September, 2024
Day : Friday
Time : 11:00 A.M.
Venue : 303, Hotel The Taksonz, Opp.Railway Station,
Ludhiana

FINANCIAL CALENDAR

Financial Year : 01st April 2023 to 31st March 2024

Financial results were announced on:

- o August 2023 : First Quarter
- o November 2023 : Second Quarter
- o February 2024 : Third Quarter
- o May 2024 : Fourth Quarter

Book Closure

The dates of book closure are from 21st September, 2024 to 27th September, 2024. (inclusive of both days).

Demat ISIN Number for NSDL and CDSL : INE494K01024

Listing

At present, the equity shares of the company are listed on the Bombay Stock Exchange Limited (BSE) and Metropolitan Stock Exchange of India Limited.

Stock Exchange	Stock Code
Bombay Stock Exchange Limited 25 TH Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001	Scrip Code- 538963
Metropolitan Stock Exchange of India Ltd	Symbol: PACT

SHARE TRANSFER SYSTEM

The Company's shares are in Demat Form. The shares received for transfer in physical mode are registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respect.

STOCK MARKET DATA

Market Price Data as compared to closing Sensex during 2023-24.

Some of the information was not available as the Scrip of the Company had been suspended by the Stock Exchange.

Month	BSE				
	Share Prices		No. of Trades	Sensex	
	High	Low		High	Low
April, 2023	1.59	1.52	17.30K	61,209.46	58,793.08
May, 2023	1.5	1.43	22.69K	63,036.12	61,002.17
June, 2023	1.5	1.43	3.70K	64,768.58	62,359.14
July, 2023	1.4	1.4	0.16K	67,619.17	64,836.16
August, 2023	1.4	1.35	0.80K	66,658.12	64,723.63
September, 2023	1.41	1.35	2.15K	67,927.23	64,818.37
October, 2023	1.4	1.3	5.83K	66,592.16	63,092.98
November, 2023	1.36	1.24	0.00K	67,069.89	63,550.46
December, 2023	-	-	-	72,484.34	67,149.07
January, 2024	-	-	-	73,427.59	70,001.60
February, 2024	-	-	-	73,413.93	70,809.84
March, 2024	-	-	-	74,245.17	71,674.42

Trading was suspended after November 2023

Source: www.bseindia.com and <https://in.investing.com>

DEMATERIALISATION OF SHARES:

As on 31st March, 2024, 86.75% of the capital comprising 4,80,66,975 shares out of total of 5,54,08,000 shares were dematerialized.

ADDRESS OF CORRESPONDENCE

Shareholders may contact:

Ms. Harpreet Singh (Managing Director) at : 303, Hotel The Taksonz
Registered Office & Works Opp. Railway Station,
Ludhiana (Punjab) 141008

Email: pactindustries1993@gmail.com



TO WHOMSOEVER IT MAY CONCERN

I, Harpreet Singh, the Managing Director of the Company, do hereby declare that all the Board Members and Senior Management personnel of the Company have affirmed their compliance on an annual basis with the Code of Conduct for the Financial Year ended 31st March 2024 as laid down by the Company pursuant to the requirements of para D of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

Sd/-

Place: Ludhiana
Date: 01.09.2024

Harpreet Singh
Managing Director

INDEPENDENT AUDITOR’S REPORT

To the Members of

PACT INDUSTRIES LIMITED

Report on Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of **PACT INDUSTRIES LIMITED** (“the Company”), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and notes to the financial statement including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the Standalone financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015 as amended (“Ind AS”) and other Accounting Principles Generally Accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to notes which indicates the following matters –

- The company has suffered a loss during the current F.Y. for Rs. 516.28 Lakhs (*Previous Year Rs. 102.54 Lakhs*), resulting in significant erosion of Net Worth.
- The account of the company has been classified as Non-Performing Asset by its banker namely State Bank of India and subsequently recovery notices have been issued under relevant laws.

Our opinion is not modified in this regard.

Emphasis of Matter

- a) The credit facility from bank have been classified as Non-Performing Assets by the bank, so no interest has been booked in the books of accounts.
- b) We draw attention to Note 32 of the financial statements, which describes that the company has filed an appeal with The Honorable CIT(A) under Income Tax Act, 1961 against the demand of Rs. 103.01 Lac.
- c) Further the appeal has been filed with The Honorable Commissioner - Appeal against the demand and penalty of Rs. 67.03 Lac plus interest raised by The Good and Service Tax Department.
- d) We draw attention to Note 43.1 of the financial statements, which describes that balances of parties under Trade Payables, Other Current Liabilities, Long Term Loans & Advances, Trade Receivables, Short Term Loans & Advances and Other Current Assets are subject to confirmation as none of the balance confirmations have been received during the course of audit. Even the bank statement not provided to the auditors.
- e) As per information and explanation provided to us the Good and Service Tax Department has conducted the survey on business premises of the company on 18.8.2023, however, the copy of the order is not provided to us.
- f) As per information and explanation given to us, the company has no bank account as on 31.03.2024 except of Non- performing Assets.

Our opinion is not modified in respect of these matters.

We further state that in the absence of relevant information with regard to point (c) we are unable to quantify the amount of impact over financial statements for the year ended 31.03.2024.

Key Audit Matters

3. As all the matters are duly disclosed in the accompanying notes to accounts and financial statements so no other matters as a key audit matters is communicated.

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

4. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report and Sustainability Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Managements' Responsibility for the Financial Statements

5. The company's Board of Directors is responsible for the matters stated in Section 134 (5) of The Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, cash flows and changes in equity of the Company in accordance with the Accounting principles generally accepted in India, including the IND AS specified under section 133 of The Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation, and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The company's Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility

6. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
7. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

8. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
9. 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.
10. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

11. Report on Other legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, based on our audit , we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) The Balance Sheet, Statement of Profit and Loss, other comprehensive income, statement of change in Equity including Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statement comply with the Ind AS specified under Section 133 of the Act 2013.
 - e) On the basis of written representations received from the directors as on March 31, 2024, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls with reference to standalone financial statement of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure "B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Standalone financial Statement.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i) The company has disclosed the impact of pending litigation on its financial statements in it's standalone financial statement. Refer to Note No. 32.1
 - ii) As there are not any material foreseeable losses, on long term contracts, therefore the company has not made any provision, required under the applicable law or accounting standards.

- iii) There has been no delay in transferring amounts, required to be transferred if any, to the investor Education and Protection Fund by the Company.
- iv. a The Management has represented that to the best of its knowledge and belief no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity including foreign entity ("Intermediaries") with the understanding whether recorded in writing or otherwise that the Intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee security or the like on behalf of the Ultimate Beneficiaries;
- b The Management has represented that to the best of its knowledge and belief no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity including foreign entity ("Funding Parties") with the understanding whether recorded in writing or otherwise that the Company shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party("Ultimate Beneficiaries") or provide any guarantee security or the like on behalf of the Ultimate Beneficiaries;
- c Based on the audit procedures that have been considered reasonable and appropriate in the circumstances nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (a) and(b) above contain any material misstatement.
- v. The company has neither declared a nor paid any dividend during the previous year as well as current year.
- vi Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024

**For PARMOD G GUPTA & ASSO.
CHARTERED ACCOUNTANTS
(FIRM'S REG. NO. 018870 N)**

**Place : LUDHIANA
Date : 29.05.2024**

**(PARMOD GUPTA)
PARTNER
M. NO. 096109**

ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PACT INDUSTRIES LIMITED of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit we state that:

- i. In respect of the Company's Property Plant and Equipment and Intangible Assets:
 - (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property Plant and Equipment and the company has no right-of-use assets.
 - (B) The Company has no intangible assets.
 - (b) The Company has a program of physical verification of Property Plant and Equipment so to cover all the assets once every three years which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program certain Property Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us no material discrepancies were noticed on such verification.
 - (c) As per information and explanation given to us , the company has no immovable property during the year 2023-24 , hence reporting under clause 3(i) (c) of the Order is not applicable.
 - (d) The Company has not revalued any of its Property Plant and Equipment during the year.
 - (e) As per information and explanation given to us ,no proceedings have been initiated during the year or are pending against the Company as at March 31 2024 for holding any benami property under the Benami Transactions (Prohibition) Act 1988 (as amended in 2016) and rules made there under.
- ii. (a) According to the information and explanations given to us, the inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were 10% or more in the aggregate for each class of inventory
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. The company has not provided the required documents with the auditors, due to which, we are unable to assess that whether the qtlly./monthly statement filed with the bank / financial institute are in agreement with the books of accounts.

- iii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made any investments in, given any guarantee or security or granted any loans or advances which are characterised as loans, unsecured or secured, to LLPs, firms or companies or any other person during the year 2023-24. Hence reporting under sub clause a, b, c, d, e and f of clause 3 (iii) of the Order is not applicable.
- iv. As per information and explanation given to us, the company has not given any loans to directors or any other person in whom the director is interested, or made any investments. Hence reporting under clause (iv) of the Order is not applicable to the Company.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under subsection (1) of section 148 of the Companies Act 2013 for the business activities carried out by the Company. Hence reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
- (a) According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Goods and Services tax, Income Tax, TDS and other material statutory dues applicable to it with the appropriate authorities though there has been slight delay in few cases. There is no undisputed amounts other material statutory dues in arrears as at March 31 2024 for a period of more than six months from the date they became payable except of TDS found from the Income Tax portal for F.Y. 2022-23 Rs. 0.10 Lac, F.Y. 2020-21 Rs. 0.02 Lac and Rs. 0.63 Lac for prior to F.Y. 2020-21. The rectification to be filed against the demand of Income Tax for Rs. 5.14 Lac for A.Y 2018-19.
- (b) According to the information and explanations given to us, the following are the dues which have not been deposited as on March 31 2024 on account of disputes.

NATURE OF STATUTE	NATURE OF DUES	FORUM WHERE DISPUTE IS PENDING	PERIOD	AMOUNT (LAC)
-----	-----	-----	-----	-----
The I.T. Act, 1961	Income Tax	The Commissioner- Appeal	A.Y 2016-17	31.56
The I.T. Act, 1961	Income Tax	The Commissioner- Appeal	A.Y 2017-18	71.45
The Goods and Service Tax	Excise Duty	The Commissioner- Appeal	F.Y. 2016-17	6.45+ Intt.
	Penalty	The Commissioner- Appeal	F.Y. 2016-17	6.45
	Penalty on MD of the company	The Commissioner- Appeal	F.Y. 2016-17	6.45

The Goods and Service Tax	Excise Duty	The Commissioner- Appeal	F.Y. 2015-16	7.11+ Intt.
	Penalty	The Commissioner- Appeal	F.Y. 2015-16	7.11
	Penalty on	The Commissioner- Appeal	F.Y. 2015-16	7.11
	MD of the company			
The Goods and Service Tax	Excise Duty	The Commissioner- Appeal	F.Y. 2015-16, 2016-17	13.15+ Intt.
	Penalty	The Commissioner- Appeal	F.Y. 2015-16, 2016-17	0.05
	Penalty on	The Commissioner- Appeal	F.Y. 2015-16, 2016-17	13.15
	MD of the company			

- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act ,1961 (43 of 1961).
- ix. (a) As per information and explanation given to us ,the Company has failed to repay the installments to the bank so the bank has declared the credit facility as a NPA (i.e. Non Performing Assets)
- (b) As per information and explanation given to us, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) As per information and explanation given to us, the Company has not raised the term loan from the bank during the year, hence reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, the company has not raised any funds on short term basis have prima facie used during the year for long-term purposes, hence reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, hence reporting under clause 3(ix)(e) of the Order is not applicable.
- (f) As per information and explanation given to us, the company has not raised loans during the year by pledging securities held in their subsidiaries, joint ventures or associate companies, hence reporting under clause 3(ix)(f) of the Order is not applicable.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

- xi. (a) As per information and explanation given to us, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) As per information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government during the year and up to the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report) while determining the nature timing and extent of our audit procedures.
- xii. As per information and explanation given to us, the Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion the Company is in compliance with Section 177 and 188 of the Companies Act 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. (a) Based on information and explanations provided to us and our audit procedures ,in our opinion the company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered the internal audit reports for the year under audit issued to the company during the year and till date in determining the nature timing and extent of our audit procedures.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act 2013 are not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, there is no such CIC's part of the group. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii. The Company has incurred cash losses of Rs. 528.08 Lac during the financial year covered by our and cash loss of Rs. 58.82 Lac during immediately preceding financial year.

- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. As referred to in 'Material uncertainty related to Going concern' paragraph in our main audit report and on the basis of the variation in the financial ratios, ageing of debtors, low sale, amount of loss suffered 2023-24 expected dates of realisation of financial assets, payment of financial liabilities, other information accompanying the financial statements, NPA (Non-Performing Assets) Status of credit facility classified by the bank, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, it seems to us and which causes us to believe that material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We however state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will not get discharged by the Company as and when they fall due.
- xx. As the Section 135 of the Companies Act 2013 provides the threshold limit for applicability of the CSR to a Company: (a) net worth of the company to be Rs 500 crore or more; or (b) turnover of the company to be Rs 1000 crore or more; or (c) net profit of the company to be Rs 5 crore or more., So the provision of Corporate Social Responsibility not applicable to the company. Accordingly reporting under clause 3(xx) of the Order is not applicable for the year.
- xxi. The company has no group company. Accordingly reporting under clause 3(xxi) of the Order is not applicable for the year.

For PARMOD G GUPTA & ASSO.
CHARTERED ACCOUNTANTS
(FIRM'S REG. NO. 018870 N)

Place : LUDHIANA
Dated : 29.05.2024

(PARMOD GUPTA)
PARTNER
M. NO. 096109

Annexure - B to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of **PACT INDUSTRIES LIMITED** ("the Company") as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For PARMOD G GUPTA & ASSO.
CHARTERED ACCOUNTANTS
(FIRM'S REG. NO. 018870 N)**

**Place : LUDHIANA
Dated : 29.05.2024**

**(PARMOD GUPTA)
PARTNER
M. NO. 096109**

PACT INDUSTRIES LIMITED

BALANCE SHEET AS AT 31ST MARCH 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	Particulars	Notes	As at 31.03.2024	As at 31.03.2023
I	<u>ASSETS</u>			
1	<u>Non-Current Assets</u>			
(a)	Property, Plant & Equipment and Intangibles Assets			
(i)	Property, Plant and Equipment	3	143.24	156.48
(b)	Financial Assets			
(i)	Investments			
(ii)	Other Financial Assets	4	0.99	1.18
(c)	Other Non-Current Assets	5	86.04	85.75
	Sub-Total		230.27	243.41
2	<u>Current Assets</u>			
(a)	Inventories	6	217.45	739.69
(b)	Financial Assets			
(i)	Trade Receivables	7	921.52	1,378.01
(ii)	Cash & Cash Equivalents	8	3.21	20.09
(c)	Current Tax Assets (Net)	9	0.68	1.87
(d)	Other Current Assets	10	8.27	12.51
	Sub-Total		1,151.13	2,152.17
	Total Assets		1,381.40	2,395.58
II	<u>EQUITY AND LIABILITIES</u>			
1	<u>Equity</u>			
(a)	Equity Share Capital	11	554.08	554.08
(b)	Other Equity	12	(325.96)	190.32
	Sub-Total		228.12	744.40
2	<u>Liabilities</u>			
(a)	<u>Non-Current Liabilities</u>			
(i)	Financial Liabilities			
(1)	Borrowings	13	51.32	305.96
(2)	Other Financial Liabilities		-	-
(ii)	Provisions		-	-
(iii)	Other Non-Current Liabilities		-	-
(iv)	Deferred Tax Liabilities (Net)	14	2.26	27.30
	Sub-Total		53.58	333.26
(b)	<u>Current Liabilities</u>			
(i)	Financial Liabilities			
(1)	Borrowings	15	1,080.23	826.80
(3)	Trade Payables	16		
(A)	Due to MSME		-	455.39
(B)	Due to Other than MSME		-	-
(4)	Other Financial Liabilities	17	18.58	31.00
(ii)	Provisions			
(iii)	Other Current Liabilities	18	0.89	4.73
(iv)	Current Tax Liabilities (Net)	19	-	-
	Sub-Total		1,099.70	1,317.92
	Total Equity & Liabilities		1,381.40	2,395.58
	Summary of Significant Accounting Policies	2		
The accompanying notes are the integral part of the Financial Statements				
For Parmod G Gupta & Associates Chartered Accountants Firm Registration No. - 018870N			For and on behalf of the Board of Directors Pact Industries Limited	
Parmod Gupta Partner Membership No. - 096109 Date : 29.05.2024 Place : Ludhiana UDIN : 24096109BKDSAK2273			Harpreet Singh Managing Director DIN - 00570541 Sanjay Jain CFO (KMP) AAQPJ0106J	
			Eshaan Singh Takkar Director DIN - 07194501 Ruchika Gulati Company Secretary M. No. A35232	

PACT INDUSTRIES LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	Particulars	Notes	For the period ended 31.03.2024	For the year ended 31.03.2023
	Continuing Operations			
I	Income			
1	Revenue from Operations (Gross)	20	650.54	2,294.38
2	Other Income	21	-	3.75
	Total Income		650.54	2,298.13
II	Expenses			
1	Cost of Material Consumed	22	62.23	39.44
2	Purchase of Stock in Trade	23	565.96	2,107.48
3	Change in Inventory,WIP and Stock In Tarde	24	490.91	46.63
4	Manufacturing Expenses	25	5.28	9.09
5	Employee Benefits Expenses	26	9.49	13.60
6	Finance Costs	27	-	121.74
7	Depreciation and Amortization Expense	28	13.25	20.67
8	Other Expenses	29	44.75	18.97
	Total Expenses		1,191.87	2,377.62
III	Profit before Tax & Exceptional Items from Continuing Operations (I - II)		(541.33)	(79.49)
IV	Exceptional Items		-	-
V	Profit before Tax from Continuing Operations (III - IV)		(541.33)	(79.49)
VI	Tax Expense for Continuing Operations			
1	Current Tax	9	-	-
2	Deferred Tax	14	(25.05)	23.05
3	Tax Adjustments relating to Previous Years		-	-
	Total Tax Expense		(25.05)	23.05
VII	Profit for the year from Continuing Operations(V - VI)		(516.28)	(102.54)
VIII	Other Comprehensive Income			
1	Items that will not to be reclassified to Statement of Profit or Loss			
(a)	Re-Measurement Gain / (Losses) on Defined Benefit Plans		-	-
(b)	Re-Measurement Gain / (Losses) on PPE		-	-
(c)	Income Tax Effect		-	-
	Net Comprehensive Income not to be reclassified to Statement of Profit or Loss in the Subsequent Periods		-	-
2	Other Comprehensive Income for the Year, net of Tax		-	-
IX	Total Comprehensive Income of the Year, net of Tax (VII + VIII)		(516.28)	(102.54)
X	Earnings per Share for Continuing Operations			
1	Basic (<i>In ₹</i>)	30	(0.93)	(0.19)
2	Diluted (<i>In ₹</i>)	30	(0.93)	(0.19)
	Summary of Significant Accounting Policies	2		
The accompanying notes are the integral part of the Financial Statements				
For Parmod G Gupta & Associates		For and on behalf of the Board of Directors		
Chartered Accountants		Pact Industries Limited		
Firm Registration No. - 018870N				
Parmod Gupta		Harpreet Singh	Eshaan Singh Takkar	
Partner		Managing Director	Director	
Membership No. - 096109		DIN - 00570541	DIN - 07194501	
Date : 29.05.2024		0		
Place :Ludhiana		Sanjay Jain	Ruchika Gulati	
UDIN :24096109BKDSAK2273		CFO (KMP) AAQPJ0106J	Company Secretary	
			M. No. A35232	

PACT INDUSTRIES LIMITED

CASH FLOW STATEMENT

(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
I	Cash Flow from Operating Activities		
	Profit before Tax from Continuing Operations	(541.33)	(79.49)
A	Adjustment to Reconcile Profit before Tax to Net Cash Flows		
	<u>Non-Cash Adjustments</u>		
1	Depreciation and Amortisation Expenses	13.25	20.67
2	Interest Cost	-	119.45
3	Bank Charges	-	2.28
4	Allowances for Expected Credit Loss	22.62	-
5	Adjustment in Reserves	-	1.47
6	Deffered Exp. w/Off	-	15.03
#REF!	Rent Paid	8.18	7.83
B	Operating Profit before Working Capital Changes	(497.28)	87.24
	<u>Adjustments</u>		
1	(Increase) / Decrease in Trade Receivables	456.49	(389.87)
2	(Increase) / Decrease in Inventories	522.24	47.98
3	(Increase) / Decrease in Other Assets	(16.80)	12.02
4	(Increase) / Decrease in Other Financial Assets	0.19	0.78
5	Increase / (Decrease) in Trade Payables	(455.39)	333.14
6	Increase / (Decrease) in Other Liabilities	(3.84)	(1.89)
7	Increase / (Decrease) in Other Financial Liabilities	(12.42)	0.99
8	Increase / (Decrease) in Provisions	-	13.99
C	Cash Generated from Operations	(6.81)	104.38
1	Income Tax Paid	-	-
	Net Cash Generated from Operating Activities (I)	(6.81)	104.38
II	Cash Flows from Investing Activities		
1	Purchase of Plant, Property and Equipments	-	(0.71)
2	Decrease in Non Current Assets	-	(0.04)
	Rent Paid	(8.18)	(7.83)
3	Proceeds from Sale of Property, Plant & Equipments	-	1.53
	Net Cash Generated / (Used In) Investing Activities (II)	(8.18)	(7.05)
III	Cash Flows from Financing Activities		
1	Proceeds from Long Term Borrowings Including Current Maturity (Net)	-	(20.56)
2	Proceeds from Short Term Borrowings (Net)	-	58.99
3	Bank Charges	-	(2.28)
4	Interest Paid	-	(119.45)
	Net Cash Generated / (Used In) Financing Activities (III)	-	(83.30)
D	Net Increase in Cash and Cash Equivalents (I + II + III)	(14.99)	14.03
E	Cash and Cash Equivalents at the beginning of the year	20.09	6.06
F	Cash and Cash Equivalents at year end	5.10	20.09
S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
	Components of Cash and Cash Equivalents		
1	Balances with banks - In Current Account	-	-
2	Cash In Hand	3.21	20.09
	Total cash and cash equivalents	3.21	20.09
For Parmod G Gupta & Associates Chartered Accountants Firm Registration No. - 018870N Parmod Gupta Partner Membership No. - 096109 Date :29.05.2024 Place :Ludhiana For and on behalf of the Board of Directors Pact Industries Limited Harpreet Singh M.D. DIN - 00570541 Eshaan Singh Takkar Director DIN - 07194501 Sanjay Jain CFO (KMP) AAQPJ0106J Ruchika Gulati Company Secretary M. No. A35232			

PACT INDUSTRIES LIMITED

STATEMENT OF CHANGES IN EQUITY

(All Amount in ₹ Lakhs, unless otherwise stated)

A Equity Share Capital

S. No.	Particulars	No of Equity Shares	Amount
1	As at April 1, 2022	55,408,000	554.08
2	Issued during the year	-	-
3	Deletions during the year	-	-
4	As at March 31, 2023	55,408,000	554.08
5	Issued during the year	-	-
6	Deletions during the year	-	-
7	As at March 31, 2024	55,408,000	554.08

B Other Equity

S. No.	Particulars	Capital Reserve	General Reserve	Retained Earnings	Security Premium	Total Other Equity
1	As at April 1, 2022	4.90	22.00	60.48	204.00	291.38
2	Add - Profit for the year	-	0	(102.54)	-	(102.54)
3	Add - Adj of Mat (A.Y. 2022-23)	-	0	1.48	-	1.48
4	Less - Additional Depreciation Charged during the year	-	-	-	-	-
5	As at March 31, 2023	4.90	22.00	(40.58)	204.00	190.32
6	Add - Profit for the year	-	0	(516.28)	-	(516.28)
7	Add - Other comprehensive income (Net of Tax)	-	0	-	-	-
8	Less - Additional Depreciation Charged during the year	-	0	-	-	-
9	As at March 31, 2024	4.90	22.00	(556.86)	204.00	(325.96)

For Parmod G Gupta & Associates
Chartered Accountants
Firm Registration No. - 018870N

For and on behalf of the Board of Directors
Pact Industries Limited

Parmod Gupta
Partner
Membership No. - 096109

Harpreet Singh
M.D.
DIN - 00570541

Eshaan Singh Takkar
Director
DIN - 07194501

Place :Ludhiana
UDIN :24096109BKDSAK2273

Sd/-
Sanjay Jain
CFO (KMP) AAQPJ0106J

Sd/-
Ruchika Gulati
Company Secretary
M. No. A35232

SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION:-

Pact Industries Limited company incorporated in India under the Companies Act, 1956 (now 2013) which is engaged in trading of steel & iron, textile as well as mfg. of agriculture equipments during the year 2023-24.

The company is a public limited company incorporated and domiciled in India and having its registered office at 303, Hotel The Taksonz, Opp. Railway Station, G.T. Road, Ludhiana and factory at G.T. Road, Opp. Toyota Globe, Jugiana, Ludhiana, Punjab India. The company has its primary listing on BSE Limited and MCX Stock Exchange in India.

2. SIGNIFICANT ACCOUNTING POLICIES:

i) BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

2.1 Basis of Preparation and compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), as applicable to the Financial Statement.

These Financial Statements include Balance Sheet, Statement of Profit and Loss, Statement of Changes in Equity and Statement of Cash Flows and Notes, comprising a summary of significant accounting policies and other explanatory information and comparative information in respect of the preceding period.

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Derivative financial instruments,
- Certain other financial assets and liabilities which have been measured at fair value (refer accounting policy regarding financial instruments).

For all periods up to and including the year ended 31 March 2017, the Company prepared its financial statements in accordance with accounting standards notified under Companies (Accounting Standard) Rule, 2006 (Indian GAAP). The company has adopted the Ind AS first time and prepared the financial statement accordance with Ind AS for the year ending 31st March 2018 and thereafter. The financial statements have been prepared on a historical cost basis. The accounting policies have been consistently applied except

where a newly issued Ind AS accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

• **FUNCTIONAL AND PRESENTATION CURRENCY :-**

The Company's Financial Statements are presented in Indian Rupees which is also its functional currency and all values are rounded to the **nearest Lac** except when otherwise indicated.

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Current versus Non-Current Classification

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

An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is treated as current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- All other liabilities are classified as non-current.

Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities.

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

B. Fair Value Measurement

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

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

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

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

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

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

Fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices in active markets for identical assets or liabilities that entity can access at measurement date;
- Level 2 inputs are inputs, other than quoted prices included in Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

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

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

C. Foreign Currency

(i) Functional and Presentation Currency

The financial statements of the Company are presented using Indian Rupee (Rs.) in Lac, which is also our functional currency i.e. currency of the primary economic environment in which the company operates.

(ii) Transactions and Balances

Foreign currency transactions are translated into the respective functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognized in profit or loss.

D. Property, Plant and Equipment

PPE is recognised when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. PPE is stated at original cost net of tax/duty credits availed, if any, less accumulated depreciation and cumulative impairment, if any. Property, Plant and Equipment acquired on hire purchase basis are recognised at their cash values. Cost includes professional fees related to the acquisition of PPE and for qualifying assets, borrowing costs capitalised in accordance with the company's accounting policy.

PPE not ready for the intended use as on the date of the Balance Sheet are disclosed as "Capital Work In Progress". (Also refer to policies on leases, borrowing costs, impairment of assets and foreign currency transactions).

Depreciation is recognised using **Straight Line Method** so as to write off the cost of the assets (other than freehold land & immovable properties) less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013, or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future economic-benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

Where cost of a part of the asset ("asset component") is significant to total cost of the asset and useful life of that part is different from the useful life of the remaining asset, useful life of that significant part is determined separately and such asset component is depreciated over its separate useful life.

Depreciation on additions to / deductions from, owned assets is calculated pro rata to the period of use.

Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life.

Assets acquired under finance leases are depreciated on a straight line basis over the lease term. Where there is reasonable certainty that the company shall obtain ownership of the assets at the end of the lease term, such assets are depreciated based on the useful life prescribed under Schedule II to the Companies Act, 2013 or based on the useful life adopted by the company for similar assets.

Freehold land is not depreciated.

E. Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the statement of profit and loss in the year in which the expenditure is incurred.

Intangible assets not ready for the intended use on the date of the Balance Sheet are disclosed as "Intangible Assets Under Development".

Intangible assets are amortised on Straight-Line Basis over the estimated useful life. The method of amortisation and useful life is reviewed at the end of each accounting year with the effect of any changes in the estimate being accounted for on a prospective basis.

Amortisation on impaired assets is provided by adjusting the amortisation charge in the remaining periods so as to allocate the asset's revised carrying amount over its remaining useful life.

F. Impairment of Non-Financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating units' (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely, independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators. Impairment losses on non-financial asset, including impairment on inventories, are recognized in the statement of profit and loss, except for properties previously revalued with the revaluation surplus taken to OCI. For such properties, the impairment is recognised in OCI upto the amount of any previous revaluation surplus.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Group estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

Intangible assets with indefinite useful lives are tested for impairment annually at the CGU level, as appropriate; and when circumstances indicate that the carrying value may be impaired.

G. Non-Current Assets Held For Sale

The Company classifies non-current assets and disposal groups as 'Held for Sale' if their carrying amounts will be recovered principally through a sale rather than through continuing use and sale is highly probable i.e. actions required to complete the sale indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn.

Non-current assets held for sale and disposal groups are measured at the lower of their carrying amount and the fair value less costs to sell. Assets and liabilities classified as held for sale are presented separately in the balance sheet.

Property, Plant and Equipment and intangible assets once classified as held for sale are not depreciated or amortised.

H. Earnings per Share

Basic EPS amounts are calculated by dividing the profit for the year attributable to the shareholders of the Company by the weighted average number of equity shares outstanding as at the end of reporting period.

Diluted EPS amounts are calculated by dividing the profit attributable to the shareholders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

I. Cash and Cash Equivalents

Cash and Cash Equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

J. Contingent Liabilities and Contingent Assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but discloses its existence in the financial statements.

Contingent assets are only disclosed when it is probable that the economic benefits will flow to the entity.

K. Investment Property

Properties, including those under construction, held to earn rentals and/or capital appreciation are classified as investment property and measured and reported at cost, including transaction costs.

Depreciation is recognised using Straight-Line method so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013 or in case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/ residual value is accounted on prospective basis. Freehold land and properties under construction are not depreciated.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognised in the Statement of Profit and Loss in the same period.

L. Inventories

Inventories which comprise raw material, work in progress, finished goods, traded goods and stores and spares are valued at the lower of cost and net realisable value. The basis of determining costs for various categories of inventories is as follows:

i Raw Materials

Raw Material is valued at lower of cost or net realizable value. Cost ascertained on FIFO Basis includes all the purchase price, duties and taxes which are not recoverable from government authorities, freight inwards and other expenditure directly attributable to the acquisition.

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

ii Stores & Spares and Consumables

It includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

iii Work-In-Progress

Lower of cost and net realizable value. Cost includes direct materials and labour and a proportion of manufacturing overheads based on normal operating capacity.

iv Traded Goods

Lower of cost and net realizable value. Cost ascertained on FIFO Basis includes all the purchase price, duties and taxes which are not recoverable from government authorities, freight inwards and other costs incurred in bringing to their present location and condition.

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

M. Financial Instruments

i. Initial Recognition

Financial instruments i.e. Financial Assets and Financial Liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial instruments are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial instruments (other than financial instruments at fair value through profit or loss) are added to or deducted from the fair value of the financial instruments, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial instruments assets or financial liabilities at fair value through profit or loss are recognised in profit or loss.

ii Financial Assets

Subsequent Measurement

All recognised financial assets are subsequently measured at amortized cost using effective interest method except for financial assets carried at fair value through Profit and Loss (FVTPL) or fair value through Other Comprehensive Income (FVTOCI).

1) Equity Investments in Subsidiaries, Associates and Joint Venture

The Company accounts for its investment in subsidiaries, joint ventures and associates and other equity investments in subsidiary companies at cost in accordance with Ind AS 27 - 'Separate Financial Statements'.

2) Equity Investments (other than investments in subsidiaries, associates and joint venture)

All equity investments falling within the scope of **Ind-AS 109** are mandatorily measured at Fair Value through Profit and Loss (FVTPL) with all fair value changes recognized in the Statement of Profit and Loss.

The Company has an irrevocable option of designating certain equity instruments as FVTOCI. Option of designating instruments as FVTOCI is done on an instrument-by-instrument basis. The classification made on initial recognition is irrevocable.

If the Company decides to classify an equity instrument as FVTOCI, then all fair value changes on the instrument are recognized in the Statement of Other Comprehensive Income (SOI). Amounts from SOI are not subsequently transferred to profit and loss, even on sale of investment.

3) Investment in Preference Shares

Investment in preference shares are classified as debt instruments and carried at amortised cost if they are not convertible into equity instruments and are not held to collect contractual cash flows. Other Investment in preference shares which are classified as debt instruments are carried at FVTPL.

Investment in convertible preference shares of subsidiary, associate and joint venture companies are treated as equity instruments and carried at cost. Other Investment in convertible preference shares which are classified as equity instruments are mandatorily carried at FVTPL.

4) De-recognition

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired, or the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass through arrangement; and with that-

- a. the Company has transferred substantially all the risks and rewards of the asset, or
- b. the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

5) Impairment of Financial Assets

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. **Ind AS 109** requires expected credit losses to be measured through a loss allowance. The Company recognizes lifetime expected losses for all trade receivables and/or contract assets that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

iii Financial Liabilities

Classification

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Subsequent measurement

The company have all the borrowings at floating interest rate. Being variable interest rate, it is not possible to estimate future cash flows. Borrowings are recognised initially at an amount equal to the principal receivable or payable on maturity. So, re-estimating the future cash flows has no significant impact on the carrying value of Borrowings. Transaction costs are not material to be included in the EIR calculation. So the carrying value is being considered as amortised cost for all the borrowings bearing a floating interest rate. For trade and other payables maturing within one year from the balance sheet date, the carrying are amortised Cost.

Financial Liabilities recognised at FVTPL, including derivatives, are subsequently measured at fair value.

1) Compound Financial Instruments

Compound financial instruments issued by the company is an instrument which creates a financial liability on the issuer and which can be converted into fixed number of equity shares at the option of the holders.

Such instruments are initially recognised by separately accounting the liability and the equity components. The liability component is initially recognised at the fair value of a comparable liability that does not have an equity conversion option. The equity component is initially recognised as the difference between the fair value of the compound financial instrument as a whole and the fair value of the liability component. The directly attributable transaction costs are allocated to the liability and the equity components in proportion to their initial carrying amounts.

Subsequent to initial recognition, the liability component of the compound financial instrument is measured at amortised cost using the effective interest method. The equity component of a compound financial instrument is not re-measured subsequently.

2) Financial Guarantee Contracts

Financial guarantee contracts are initially recognised as a liability at fair value. The liability is subsequently measured at carrying amount less amortization or amount of loss allowance determined as per impairment requirements of **Ind AS 109**, whichever is higher. Amortisation is recognised as finance income in the Statement of Profit and Loss.

3) De-Recognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Re-classification of Financial Instruments

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no re-classification is made for financial assets, such as equity instruments designated at FVTPL or FVTOCI and financial liabilities or financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets.

N. Revenue Recognition

i Revenue

Revenue from contracts with customers is recognised when control of the goods is transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements because it typically controls the goods before transferring them to the customer.

Sale of Goods

Revenue from sale of products is recognised at the point in time when control of the asset is transferred to the customer.

2) Insurance & Other Claims

Revenue in respect of claims is recognized when no significant uncertainty exists with regard to the amount to be realized and the ultimate collection thereof.

ii Contract Balances

1. Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract assets represent revenue recognized in excess of amounts billed and include unbilled receivables. Unbilled receivables, which represent an unconditional right to payment subject only to the passage of time, are reclassified to accounts receivable when they are billed under the terms of the contract.

2) Trade Receivables

A receivable represents the Company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due).

3) Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made, or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Contract liabilities include unearned revenue which represent amounts billed to clients in excess of revenue recognized to date and advances received from customers. For contracts where progress billing exceeds, the aggregate of contract costs incurred to date plus recognised profits (or minus recognised losses, as the case may be), the surplus is shown as contract liability and termed as unearned revenue. Amounts received before the related work is performed are disclosed in the balance sheet as contract liability and termed as advances received from customers.

Interest income on bank deposits and advances to vendors is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "**Other Income**" in the statement of profit and loss.

O. Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

i Borrowing Cost under Service Concession Arrangements

Borrowing costs attributable to the construction of qualifying assets under service concession arrangement classified as intangible asset, are capitalised to the date of its intended use. Borrowing costs attributable to concession arrangement classified as financial assets are charged to Statement of Profit and Loss in the period in which such costs are incurred.

ii Other borrowing costs are charged to Statement of Profit and Loss in the period in which they are incurred.

P. Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events for which it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated as at the balance sheet date. Provisions are measured based on management's estimate required to settle the obligation at the balance sheet date and are discounted using a rate that reflects the time value of money. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Other Litigation Claims

Provision for litigation related obligation represents liabilities that are expected to materialize in respect of matters in appeal.

Onerous Contracts

A provision for onerous contracts is measured at the present value of the lower expected costs of terminating the contract and the expected cost of continuing with the contract. Before a provision is established, the Company recognizes impairment on the assets with the contract.

Q. Taxes

Income tax expense for the period is the tax payable on the current period's taxable income based on the applicable income tax rate and changes in deferred tax assets and liabilities attributable to temporary differences. The current income tax charge is calculated in accordance with the provisions of the Income Tax Act 1961.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted at the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax liabilities are recognized for all taxable temporary differences and deferred tax assets are recognized for all deductible temporary differences and brought forward losses only if it is probable that future taxable profit will be available to realize the temporary differences. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

R. Employee Benefits

Short-Term Employee Benefits

-The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

Post-Employment Benefits Defined Contribution Plans

The company has not got registration under ESI and EPF Act so not paying any contribution towards provident fund and ESI.

Defined Benefit Plans

No provisions has been made for Gratuity during the year 2023-24.

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

3 Property, Plant & Equipment and Intangible Assets

3.1 The details of Property, Plant & Equipment (Net)

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Furniture and Fixture	14.68	16.82
2	Vehicles	9.27	10.22
3	Plant & Machinery	118.46	128.06
4	Office Equipments	0.53	0.60
5	Computers	0.30	0.78
	Total	143.24	156.48

3.2 Property, Plant & Equipment

S. No.	Particulars		Furniture & Fixture	Vehicles	Plant & Machinery	Office Equipments	Computer	Total
A	GROSS BLOCK							
1	As at April 1, 2022		22.51	113.02	152.48	0.85	5.07	293.93
2	Additions		-	-	0.71	-	-	0.71
3	Disposals / Adjustment		-	-	1.53	-	-	1.53
4	As at March 31, 2023		22.51	113.02	151.66	0.85	5.07	293.11
5	Additions		-	-	-	-	-	-
6	Disposals / Adjustment		-	-	-	-	-	-
7	As at March 31, 2024		22.51	113.02	151.66	0.85	5.07	293.11

B	ACCUMULATED DEPRECIATION							
1	As at April 1, 2022		3.55	101.85	14.00	0.17	3.59	123.16
2	Charge for the year		2.14	0.95	9.60	0.07	0.70	13.46
3	Charge for the year in Revaluation Surplus		-	-	-	-	-	-
4	Disposals / Adjustments		-	-	-	-	-	-
5	As at March 31, 2023		5.69	102.80	23.60	0.24	4.29	136.63
6	Charge for the year		2.14	0.95	9.60	0.08	0.48	13.25
7	Charge for the year in Revaluation Surplus		-	-	-	-	-	-
8	Disposals / Adjustments		-	-	-	-	-	-
9	As at March 31, 2024		7.83	103.75	33.20	0.32	4.77	149.87

C	NET BLOCK							
1	As at March 31, 2024	-	14.68	9.27	118.46	0.53	0.30	143.24
2	As at March 31, 2023	-	16.82	10.22	128.06	0.61	0.78	156.48
3	As at April 1, 2022	-	18.96	11.17	138.48	0.68	1.48	170.77

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

4 Other Financial Assets - Non-Current

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
A	Financial Assets at Amortised Cost		
1	Advance rent	0.99	1.18
	Total	0.99	1.18

5 Other Non-Current Assets

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Securities with Elec. Board	19.88	19.88
2	MAT	4.16	4.16
3	Prepaid Exp.	0.44	0.15
		24.48	24.19
Other			
1	Capital Advance to Related Party	61.56	61.56
	Total	86.04	85.75

6 Inventories

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Material	217.45	739.69
	Total	217.45	739.69

7 Trade Receivables

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Trade Receivables	731.80	1,139.92
2	Receivables from Related Parties	212.34	238.09
		944.14	1,378.01
	Less : ECL	22.62	-
		921.52	1,378.01
	Total	921.52	1,378.01

7.1 Trade Receivables Ageing Schedule

(a) As at 31.03.2024

S. No.	Particulars	Outstanding for following period from due date of payment					Total
		Less than 6 Months	6 months to 1 Year	1 to 2 Years	2 to 3 Years	More than 3 Years	
1	Undisputed Receivables						
(a)	Considered Good	124.11	88.22	-	178.38	100.99	491.70
(b)	Which have significant increase in credit risk	-	-	-	-	-	-
(c)	Credit Impaired	-	-	-	-	452.44	452.44
2	Disputed Receivables						
(a)	Considered Good	-	-	-	-	-	-
(b)	Which have significant increase in credit risk	-	-	-	-	-	-
(c)	Credit Impaired	-	-	-	-	-	-
	Total	124.11	88.22	-	178.38	553.43	944.14

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31 ,2024

(All Amount in ₹ Lakhs, unless otherwise stated)

(b) As at 31.03.2023

S. No.	Particulars	Outstanding for following period from due date of payment					Total
		Less than 6 Months	6 months to 1 Year	1 to 2 Years	2 to 3 Years	More than 3 Years	
1	Undisputed Receivables						
(a)	Considered Good	309.07	235.86	268.60	442.46	122.02	1,378.01
(b)	Which have significant increase in credit risk	-	-	-	-	-	-
(c)	Credit Impaired	-	-	-	-	-	-
2	Disputed Receivables						
(a)	Considered Good	-	-	-	-	-	-
(b)	Which have significant increase in credit risk	-	-	-	-	-	-
(c)	Credit Impaired	-	-	-	-	-	-
	Total	309.07	235.86	268.60	442.46	122.02	1,378.01

8 Cash and Cash Equivalents

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Balances with Banks		
(a)	In Current Account	-	-
2	Cash In Hand	3.21	20.09
	Total	3.21	20.09

9 Current Tax Assets (Net)

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Advance Taxes, TDS & TCS	0.68	1.87
2	Less - Provision for Income Tax	-	-
	Total	0.68	1.87

10 Other Current Assets

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	GST Receivable	1.39	9.57
2	Advances Recoverable in cash or kind or value to be received	6.88	2.94
	Total	8.27	12.51

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PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

11 Share Capital

11.1 Details of Share Capital

S. No.	Particulars	As at 31.03.2024		As at 31.03.2023	
		No. of Shares	Amount	No. of Shares	Amount
1	Authorised Share Capital				
(a)	Equity Shares of ₹1/- each	60,000,000	600.00	60,000,000	600.00
(b)	Preference Shares of ₹10/- each	1,000,000	100.00	1,000,000	100.00
2	Issued, Subscribed & Fully Paid up				
(a)	Equity Shares of ₹1/- each	55,408,000	554.08	55,408,000	554.08
		55,408,000	554.08	55,408,000	554.08

11.2 Reconciliation of authorised, issued, subscribed and paid up share capital:

(a) Reconciliation of Authorised Share Capital as at year end

S. No.	Particulars	Preference Shares		Equity Shares	
		No. of shares	Amount	No. of shares	Amount
1	At April 1, 2022	1,000,000	100.00	60,000,000	600.00
(a)	Increase / (Decrease) during the year	-	-	-	-
2	At March 31, 2023	1,000,000	100.00	60,000,000	600.00
(a)	Increase / (Decrease) during the year	-	-	-	-
3	At March 31, 2024	1,000,000	100.00	60,000,000	600.00

(b) Reconciliation of Issued, Subscribed and Paid up share capital as at year end

S. No.	Particulars	Equity Shares	
		No. of shares	Amount
1	Equity Shares of ₹1 each Issued, Subscribed and Fully Paid		
	At April 1, 2022	55,408,000	554.08
(a)	Add - Issued during the year	-	-
(b)	Less - Shares cancelled or buyback during the year	-	-
2	At March 31, 2023	55,408,000	554.08
(a)	Add - Issued during the year	-	-
(b)	Less - Shares cancelled or buyback during the year	-	-
3	At March 31, 2024	55,408,000	554.08

11.3 Terms / Rights attached to Equity Shares

- The Company has issued only one class of equity shares at present having a par value of ₹1 per share. Each holder of equity shares is entitled to one vote per
- In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company. The distribution will be in proportion to the number of equity shares held by the shareholders.

11.4 Details of Shareholders holding more than 5% Shares in the Company

S. No.	Name of the Shareholder	As at 31.03.2024		As at 31.03.2023	
		No. of Shares	%	No. of Shares	%
1	Kartar Finvest Pvt. Ltd.	6,600,000	11.91%	6,600,000	11.91%
2	S. Gurdeep Singh	4,267,000	7.70%	4,267,000	7.70%
3	S. Harpreet Singh	4,468,100	8.06%	4,468,100	8.06%
4	S. Tarunjeet Singh	2,857,500	5.16%	2,857,500	5.16%
5	S. Avtar Singh	2,927,000	5.28%	2,927,000	5.28%

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31 ,2024

(All Amount in ₹ Lakhs, unless otherwise stated)

11.5 As per records of the company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

11.6 Details of shares held by promoters

(a) As at 31.03.2024

S. No.	Name of the Promoter	No. of shares as at 01.04.2024	% of Total Shares	No. of shares as at 31.03.2023	% of Total Shares	% change during the year
1	S. Harpreet Singh	4,468,100	8.06%	4,468,100	8.06%	0.00%
2	S. Gurdeep Singh	4,267,000	7.70%	4,267,000	7.70%	0.00%
3	S. Avatar Singh	2,927,000	5.28%	2,927,000	5.28%	0.00%
4	S. Tarunjeet Singh	2,857,500	5.16%	2,857,500	5.16%	0.00%
5	S. Charan Preet Singh	2,144,000	3.87%	2,144,000	3.87%	0.00%
6	Mrs. Tanu Preet kaur	2,020,000	3.65%	2,020,000	3.65%	0.00%
7	Mrs. Kartar Kaur	1,180,000	2.13%	1,180,000	2.13%	0.00%
8	Mrs. Ashwinder Paul Kaur	825,000	1.49%	825,000	1.49%	0.00%
9	Kartar Finvest Pvt. Ltd.	6,600,000	11.91%	6,600,000	11.91%	0.00%
10	Preet Builders Pvt. Ltd.	2,500,000	4.51%	2,500,000	4.51%	0.00%
11	Kartarz Hotel Estate Pvt. Ltd.	2,440,000	4.40%	2,440,000	4.40%	0.00%
12	The Khalsa Nirbhai Transport	1,743,000	3.15%	1,743,000	3.15%	0.00%
13	Kartar Colonizers Pvt. Ltd.	1,600,000	2.89%	1,600,000	2.89%	0.00%
14	Taksonz Developers And Infrastructure Ltd.	850,000	1.53%	850,000	1.53%	0.00%
15	A.K Financial Consultants Pvt. Ltd.	350,000	0.63%	350,000	0.63%	0.00%

11.7 There are no shares issued under the Employee Stock Option Plan or by way of bonus shares or pursuant to contract(s) without payment being received in cash during the period of five years immediately preceding the balance sheet date.

11.8 There are no Equity shares which are bought back by the company during the period of five years immediately preceding the balance sheet date.

11.9 Number of shares are in absolute figures.

12 Other Equity

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	<u>Reserves and Surplus</u>		
(a)	Retained Earnings	(556.86)	(40.58)
(b)	Security Premium	204.00	204.00
(c)	Capital Reserves	4.90	4.90
(d)	General Reserve	22.00	22.00
	Total	(325.96)	190.32

12.1 Nature and Purpose of Reserves

(a) Retained Earnings

Retained earnings are the profits (loss) that the Company has earned suffered till date, less any transfer to dividends or other distributions paid to the

(b) Security Premium:-

Security Premium Reserve is the additional amount changed on the face value of any shares issued

(c) Capital Reserve:-

A capital reserve is a line item on a company balancsheet that represents cash set aside for unexpected expenses or losses

(d) General Reserve:-

A General reserve is established earlier by allocation from the realised profit which comprises net profit for the year excluding net foreign currency exchange rate.

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PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

13 Borrowings - Non-Current

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	<u>Term Loans</u>		
(a)	<u>Secured Loans</u>		
(i)	From Banks	-	371.16
(ii)	From Others	-	-
(b)	<u>Unsecured Loans</u>		
(i)	From Banks	-	-
(ii)	From Others (from directors and their relatives)	51.32	52.53
	<u>Sub-Total</u>	51.32	423.69
(c)	<u>Less - Current Maturities of Long Term Debt</u>	-	117.73
	<u>Sub-Total</u>	51.32	305.96
	Total	51.32	305.96

13.1 Loan from Banks

- Term Loan from State bank of India includes Machinery Term Loan, WCTL, FITL , GECL 1.00 & GECL 2.0.
- Credit Limit except of GECL1.00 and GECL 2.00 has been secured by Collateral securities i.e. of commerical plot Msg. 1251.24 in the name of Mrs. Tanupreet Kaur W/o S. Harpreet Singh, director of the company.
- Further secured by personal guarantee of S. Harpreet Singh, Taranpreet Kaur & S. Eshaan Singh and Corporate guarantee of Preet Builders P. Ltd. And Kartar Finvest P. Ltd.
- The company has made the default in repayment of installments due in and all the credit facility treated as current liabilities and the bank has declared the credit facility as NPA (i.e. Non Performing Assets).
- No interest has been booked after the date of NPA .

14 Deferred Tax Liabilities / (Assets) (Net)

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	<u>Deferred Tax Liability</u>		
(a)	Opening Balance	27.31	4.26
(i)	<u>On Account of Depreciation on Property, Plant & Equipment</u>		
A	Recognised in Statement of Profit & Loss	(19.17)	23.05
	Closing Balance	8.14	27.31
2	<u>Deferred Tax Asset</u>		
(a)	Opening Balance	-	-
(i)	<u>On Account of Depreciation on Property, Plant & Equipment</u>		
A	Recognised in Statement of Profit & Loss	-	-
	Sub-Total	-	-
(iii)	<u>On Account of ECL</u>		
A	Recognised in Statement of Profit & Loss	5.88	-
	Sub-Total	5.88	-
	Closing Balance	5.88	-
	Deferred Tax Liabilities / (Assets) (Net)	2.26	27.31

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

15 Borrowings - Current

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	<u>Secured Loans and Term Loan</u>		
(a)	<u>Working Capital Facilities</u>		
(i)	From Banks	1,080.23	709.07
(b)	Current Maturities of Long Term Debt	-	117.73
2	<u>Unsecured Loans</u>		
(a)	From Directors	-	-
	Total	1,080.23	826.80

- 15.1 Working Capital Limits are availed from State Bank of India way of Cash Credit Limit. The said limits are secured against inventories, book debts and other current assets of the company. The limits are further secured against the collateral securities mortgaged with the respective banks and personal guarantee of the directors. The working capital limit is repayable on demand. The Credit facility already declared as NPA by the bank so term loan has been shown as current borrowing. Further no provision has been made for interest.

16 Trade Payables**16.1 Details of Trade Payables**

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Due to MSME	-	455.39
2	Due to Other than MSME	-	-
	Total	-	455.39

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

16.2 Trade Payables Ageing Schedule

(a)		0				
S. No.	Particulars	Outstanding for following period from due date of payment				Total
		Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	
1	<u>Undisputed Trade Payables</u>					
(a)	Micro, Small and Medium Enterprises	-	-	-	-	-
(b)	Others	-	-	-	-	-
2	<u>Disputed Trade Payables</u>					
(a)	Micro, Small and Medium Enterprises	-	-	-	-	-
(b)	Others	-	-	-	-	-
	Total	-	-	-	-	-

(b)		0				
S. No.	Particulars	Outstanding for following period from due date of payment				Total
		Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	
1	Undisputed Trade Payables					
(a)	Micro, Small and Medium Enterprises	360.40	94.99	-	-	455.39
(b)	Others	-	-	-	-	-
2	<u>Disputed Trade Payables</u>					
(a)	Micro, Small and Medium Enterprises	-	-	-	-	-
(b)	Others	-	-	-	-	-
	Total	360.40	94.99	-	-	455.39

17 Other Financial Liabilities - Current

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Due to Labour & Employees	12.31	23.03
2	Other Payables	6.27	7.97
	Total	18.58	31.00

18 Other Current Liabilities

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Due to Statutory Authorities	0.89	4.73
	Total	0.89	4.73

19 Current Tax Liabilities (Net)

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023
1	Provision for Income Tax	-	-
2	Less - Advance Taxes, TDS & TCS	-	-
	Total	-	-

The space below is intentionally left blank

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

20 Revenue from Operations (Gross)

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Revenue from Sale of Goods	650.54	2,294.38
	Total	650.54	2,294.38

20.1 Analysis of Revenues

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Sale of Material	650.54	2,294.38

20.2 Income based on Timing of Recognition

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Income Recognition over period of time	650.54	2,294.38

20.3 Reconciling the amount of Revenue Recognised with the Contracted Price

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
(a)	Revenue as per Contracted Price	650.54	2,294.38
(b)	Adjustments		
(c)	<u>Add</u> - Unbilled on account of Work under Certification	-	-
(d)	<u>Less</u> - Billing in excess of Contract Revenue	-	-
	Revenue from Contract with Customers	650.54	2,294.38

21 Other Income

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
A	<u>Interest Income on financial assets carried at Cost / Amortised Cost</u>		
1	Interest on Bank Deposits	-	-
B	<u>Other Non Operating Income</u>		
1	Rebate & Discount	-	3.75
	Total	-	3.75

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

22 Cost of Materials Consumed

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Raw Material A		
(a)	Opening Stock of Raw material	48.76	43.15
(b)	<u>Add</u> - Purchases made during the year	30.19	37.93
	Sub-Total	78.95	81.08
(c)	<u>Less</u> - Closing Inventories	22.10	48.76
	CONSUMPTION A.	56.85	32.32
	Opening Stock of Consumeable Store B	5.16	12.13
	<u>Add</u> - Purchases made during the year	0.72	0.15
	Sub-Total	5.88	12.28
	<u>Less</u> - Closing Inventories	0.50	5.16
	CONSUMPTION B.	5.38	7.12
	Cost of Materials Consumed (A+B)	62.23	39.44

23 Purchase of Stock in Trade

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	<u>Purchases</u>	565.96	2,107.48
		565.96	2,107.48
	Purchases of Stock In Trade	565.96	2,107.48

24 Change in inventory of Finished ,W-I-P, Stock In Trade

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Inventory (Op.Stock) A.		
	Finished Goods	38.57	25.49
	Traded Goods	634.17	684.24
	W-I-P	4.90	17.16
	Scrap	8.12	5.50
	TOTAL A.	685.76	732.39
2	Inventory (Closing Stock) B.		
	Finished Goods	3.20	38.57
	Traded Goods	166.32	634.17
	W-I-P	6.17	4.90
	Scrap	19.16	8.12
	TOTAL B.	194.85	685.76
	CHANGE IN INVENTORY (A- B).	490.91	46.63

25 Manufacturing Expenses

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Electricity Expenses	5.20	4.48
2	Machinery Repair & Maintenance	0.08	-
3	wages	-	4.61
	Total	5.28	9.09

26 Employee Benefits Expense

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
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PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

1	Salaries and Wages	9.30	6.20
2	Director Remuneration	-	7.20
3	Staff Welfare Expense	0.19	0.20
Total		9.49	13.60

27 Finance Costs

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Interest Cost	-	119.45
2	Bank Charges	-	2.29
Total		-	121.74

28 Depreciation and Amortization Expense

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	Depreciation on Tangible Assets (Refer Note 3)	13.25	13.46
2	Preliminary Exp. w/off	-	7.21
Total		13.25	20.67

29 Other Expenses

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	A.G.M Exp.	0.03	0.08
2	Allowances For Expected Credit Loss	22.62	-
3	Audit Fees (Refer Note 29.1)	0.85	0.85
4	Car Repair & Maint.	0.51	0.86
5	Conveyance Expenses	0.19	0.18
6	Depository Charges	0.47	0.23
7	Fee & Taxes	0.21	0.78
8	Insurance	1.18	0.70
9	Interest on late deposit of GST and TDS	7.09	3.43
10	Legal & Professional Charges	1.56	2.24
11	Listing Fees	0.55	0.55
12	RTA Charges	-	0.06
13	Rebate & Discount	0.72	
14	Rent	8.18	7.84
15	Printing & Stationary	0.02	0.04
16	Telephone Exp.	0.17	0.18
17	Truck Repair & maint	0.40	0.95
Total		44.75	18.97

29.1 Payment made to Auditors is as follows

S. No.	Particulars	For the period ended 31.03.2024	For the year ended 31.03.2023
1	As Auditor		
(a)	Audit Fee	0.85	0.85
Total		0.85	0.85

The space below is intentionally left blank

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

30 Earnings Per Share (EPS)

30.1 The following reflects the income and share data used in the basic and diluted EPS computations:

S. No.	Particulars	For the period ended 31.03.2024	For the period ended 31.03.2023
1	Profit attributable to the Equity Share Holders		
(a)	Continuing Operations	(516.28)	(102.54)
(b)	Weighted Average number of Equity Shares for Basic and Diluted EPS (in Millions)	554.08	554.08
(c)	Basic and Diluted Earnings per Share (Face Value ₹1 per share) for Continuing Operations	(0.93)	(0.19)

30.2 There have been no transactions involving equity shares or potential equity shares between the reporting date and the date of authorisation of these financial statements.

31 Income Tax

31.1 Components Of Income Tax Expense

(a) Tax Expense recognized in Statement of Profit and Loss:

S. No.	Particulars	For the period ended 31.03.2024	For the period ended 31.03.2023
1	Current Tax		
(a)	Current Year Income Tax Expense	-	-
(b)	Adjustments relating to Previous Years	-	-
	Sub-Total	-	-
2	Deferred Tax		
(a)	Relating to origination and reversal of Temporary Differences	(25.05)	23.05
(b)	Adjustments relating to Previous Years	-	-
	Sub-Total	(25.05)	23.05
	Income Tax Expense reported in the Statement of Profit and Loss	(25.05)	23.05

(b) Reconciliation of Tax Expense to the Accounting Profit is as follows -

S. No.	Particulars	For the period ended 31.03.2024	For the period ended 31.03.2023
1	Accounting Profit before Income Tax	(541.33)	(79.49)
(a)	Enacted Tax Rate (%)	26.000%	26.000%
(b)	Tax on Accounting Profit at above rate	(140.75)	(20.67)
(c)	Tax Effect of amounts which are not deductible (taxable) in calculating Taxable Income	115.70	43.72
(d)	Income Tax Expense reported in the Statement of Profit and Loss	(25.05)	23.05

32 Commitments and Contingent Liabilities

32.1 Central Excise Demands

- Demand for Rs. 6.45 Lac under rule 14 of CCR 2004 with U/S 11A(4) of the Central Excise Act, 1944 and interest accrue as it alongwith penalty of Rs. 6.45 Lac. A penalty of 6.45 Lac also imposed on S. Harpreet Singh, MG Director of the Company vide order ref. No. V-CGST/D-South-Ldh/Pact/152/2020-21/1885 dt. 05.09.2023 for F.Y. 2016-17.
- Demand for Rs. 7.11 Lac under rule 14 of CCR 2004 with U/S 11A(4) of the Central Excise Act, 1944 and interest accrue as it alongwith penalty of Rs. 7.11 Lac. A penalty of 7.11 Lac also imposed on S. Harpreet Singh, MG Director of the Company vide order ref. No. V-CGST/D-South-Ldh/Pact/150/2020-21/1892 dt. 05.09.2023 for F.Y. 2015-16
- Demand for Rs. 13.15 Lac + Intt & penalty of 0.05 Lac vide order ref No. GST/Tech/SCN/Pact Inds./305/20/728 dt. 29.11.2023 on the company. A penalty of Rs. 13.15 Lac on S. Harpreet Singh, MG Director of the Company

INCOME TAX

- A demand of Rs. 31.56 Lac for A,Y, 2016-17 under The I.T. Act, 1961. The company has filed appeal against the order with CIT Appeal.
- A demand of Rs. 71.45 Lac for A,Y, 2017-18 under The I.T. Act, 1961. The company has filed appeal against the order with CIT Appeal.
- A demand of I.Tax Rs. 5.14 Lac for A,Y, 2018-19 is outstand and the rectification to be filed for adjust the demand against tax deposited And for A.Y. 2019-20 is Rs. 0.02 Lac
- A demand of TDS for rs. 0.074 Lac is outstand, the revision of return is to be filed.
- The Goods and Service Tax department has conducted the survey on the business premises of the company on 18.08.2023. The order of the same is still pending as on date on balance sheet.

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

33 Details of dues to Micro and Small Enterprises as defined under the MSMED Act, 2006

S. No.	Particulars			As at 31.03.2024	As at 31.03.2023
1	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year				
(a)	Principal amount due to micro and small enterprises	-	-	-	455.39
(b)	Interest due on above	-	-	-	-
	Total	-	-	-	455.39
2	The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-	-	-
3	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	-	-	-	-
4	The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-	-	-
5	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest due as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006	-	-	-	-

34 Related Party Disclosures - As per IND AS 24

34.1 List of Related Parties where control exist and related parties with whom transactions have taken place and relationships

S. No.	Name of Related Party	Nature of Relationship
1	S. Harpreet Singh	Managing Director
2	S. Eshann Singh Takkar	Add. Director (w.e.f. 23.05.23)
3	Sh. Sanjay Jain	Chief Financial Officer
4	Mrs. Jasjeet Kaur	Director
5	Mrs. Sushneet Kaur	Add. Director
6	Ruchika Gulati	Company Secretary
7	Kartar Alloys Pvt. Ltd.	Enterprise over which KMP or their Relatives are able to exercise significant influence
8	Pact Automobiles	
9	Preet Steels	
10	Preet Builders P. Ltd.	
11	Tanu Enterprises	
12		

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

34.2 Related Party Transactions -

S. No.	Particulars	For the Period / Years Ended	
		31.03.2024	31.03.2023
1	<u>Key Managerial Personnel</u>		
(a)	<u>Remuneration</u>		
(i)	S. Harpreet Singh	-	7.20
2	<u>Relatives of Key Managerial Personnel</u>		
(a)	<u>Remuneration</u>		
(i)	S. Parav Singh	6.00	6.00
		-	-
3	<u>Associate Concerns</u>		
(a)	<u>Sales</u>		
(i)	Kartar Alloys P. Ltd.	110.51	948.96
(ii)	Preet Steels	168.66	949.97
(b)	<u>Purchases</u>		
(i)	Kartar Alloys P. Ltd.	222.53	990.63
(ii)	Preet Steels	-	861.61
(c)	<u>Rent Payments</u>		
(i)	M/s Pact Automobile	0.40	0.95
		-	-
(d)	<u>Advance Taken</u>		
	M/S Tanu Enterprises	15.00	-
(e)	<u>Advance Repaid</u>		
	M/S Tanu Enterprises	15.00	-
4	<u>Closing Balances</u>		
(a)	<u>Key Managerial Personnel</u>		
(i)	S. Harpreet Singh U/L (Cr.)	-	1.21
(ii)	S. Eshann Singh Takkar U/L (Cr.)	16.82	16.82
(iii)	S. Harpreet Singh Salary (Cr.)	-	12.02
(b)	<u>Relative of KMP</u>		
(i)	S. Parav Singh	12.31	11.01
	Mrs. Tanupreet Kaur U/L Credit	18.00	18.00
	S. Parnav Singh U/L Credit	16.50	16.50
(c)	<u>Associate Concerns</u>		
(i)	Kartar Alloys P. Ltd. (Dr.)	124.11	238.09
(ii)	Preet Steels (Dr.)	88.23	88.22
(iii)	Preet Builders P. Ltd. (Dr.) Capital Advance	61.56	61.56

Note:- Amount of Sale, Purchase and rent is excluding GST

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

35 Segment Information

ANNEXURE-I

OPERATING SEGMENT INFORMATION:

The Company has identified three reportable segments mainly via, trading of steel & iron, trading of textile/garments and mfg. of agriculture instruments. Segments have been identified and reported taking into account nature of products and services, the differing risks and returns and the internal business reporting systems. The accounting policies adopted for segment reporting are in line with the accounting policy of the company with following additional policies for segment reporting.

a) Revenue and expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and expenses which relate to enterprises as a whole and are not allocable to a segment on reasonable basis have been disclosed as "Un-allocable".

b) Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Un-allocable".

(i) As per Ind AS on Segment Reporting (Ind AS 108) "Operating Segment Reporting", the Company has reported segment information as below.

(ii) Further explained that the Rebate & Discount, Interest, Income has been disclosed as un-allocable.

(iii) As the company is not maintaining the separate books of accounts so the segment assets & liabilities has been disclosed as un-allocable.

PARTICULARS	TRADING OF STEEL & IRON	TRADING OF TEXTILE/ GARMENTS	MFG./ Job Work	UNALLOCABLE	TOTAL
1. SEGMENT REVENUE					
Gross Turnover	278.76	320.98	50.8	0	650.54
Net Turnover	278.76	320.98	50.8		
2. SEGMENT RESULT PROFIT/(Loss)				-541.33	-541.33
Taxes				0	0
Less:- Interest Expenses				0	0
Add:- Exceptional Item				0.00	0.00
Profit Before Tax				-541.33	-541.33
Current Tax				0.00	0.00
Deferred Tax (Assets)				25.05	25.05
Profit After Tax				-516.28	-516.28
3. OTHER INFORMATION					
Segment Assets				1150.45	1150.45
Segment Liabilities				1099.7	1099.7
Capital Expenditure				0.00	0.00
Depreciation				13.25	13.25
Non Cash Expense				0	0

36 Capital Management

36.1 For the purpose of the Company's capital management, capital includes issued equity capital, all equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholders' value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company monitors capital using a gearing ratio, which is net debt divided by total capital. The Company includes within net debt, interest bearing loans and borrowings, less cash and cash equivalents.

S. No.	Particulars	31.03.2024	31.03.2023
1	Borrowings (Non-Current and Current)	1,131.55	1,132.76
2	Less - Cash and Cash Equivalents	(3.21)	(20.09)
3	Net Debt	1,128.34	1,112.67
4	Equity	228.12	744.40
5	Gearing Ratio	495%	149%

Due to loss suffered by the company, the gearing ratio deteriorated. The credit facility already classified as Non performing Assets by the bank but the management is trying their best to improve the ratio.

Due to loss suffered by the company, the gearing ratio deteriorated. The credit facility already classified as Non performing Assets by the bank but the management

36.2 Changes in Liabilities arising from Financing Activities

(a) The major changes in the Company's liabilities arising from financing activities are due to financing cash flows and accrual of financial liabilities. The Company did not acquire any liabilities arising from financing activities during business combinations effected in the current period or comparative period.

(b) The Company disclosed information about its interest-bearing loans and borrowings. There are no obligations under finance lease and hire purchase contracts. Reconciliation of movement of liabilities to cash flows arising from financing activities

Borrowings

S. No.	Particulars	As at 01.04.2023	Expense	Cash Flows	Non - Cash Transactions		31.03.2024
					Processing Cost	Others	
1	Non Current Borrowings (including current maturity)	423.69	-	-	-	-	423.69
2	Current Borrowings	709.07	-	-	-	-	709.07
3	Interest Expense	-	-	-	-	-	-
	Total Liabilities from Financing Activities	1,132.76	-	-	-	-	1,132.76

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31 ,2024

(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	Particulars	As at 01.04.2022	Expense	Cash Flows	Non - Cash Transactions		31.03.2023
					Processing Cost	Others	
1	Non Current Borrowings (including current maturity)	391.16	-	32.53	-	-	423.69
2	Short Term Borrowings	702.73	-	6.34	-	-	709.07
3	Interest Expense	-	121.74	(121.74)	-	-	-
	Total Liabilities from Financing Activities	1,093.89	121.74	(82.87)	-	-	1,132.76

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024

(All Amount in ₹ Lakhs, unless otherwise stated)

37 Fair Values

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

37.1 Fair Value of Financial Assets

S. No.	Particulars	Carrying Values		Fair Values	
		As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023
	Financial assets whose fair value approximate their carrying value				
1	Trade Receivables	921.52	1,378.01	921.52	1,378.01
2	Cash and Cash Equivalents	3.21	20.09	3.21	20.09
3	Other Financial Assets	0.99	1.18	0.99	1.18
	Total	925.72	1,399.28	925.72	1,399.28

37.2 Fair Value of Financial Liabilities

S. No.	Particulars	Carrying Values		Fair Values	
		As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023
A	Financial liabilities whose fair value approximate their carrying value				
1	Trade Payables & Other Payables	18.58	486.39	18.58	486.39
2	Long-Term Borrowings	51.32	305.96	51.32	305.96
3	Short-Term Borrowings	1,080.23	826.80	1,080.23	826.80
	Total	1,150.13	1,619.15	1,150.13	1,619.15

Management has assessed that carrying amount of all financial instruments are reasonable approximation of the fair value.

37.3 Discount Rate used in determining Fair Value

- (a) The interest rate used to discount estimated future cash flows, where applicable, are based on the incremental borrowing rate of borrower which in case of financial liabilities is average market cost of borrowings of the Company and in case of financial asset is the average market rate of similar credit rated instrument. The company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available.

38 Fair Value Hierarchy

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

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

Level 2: Valuation techniques for which the lowest level input that has a significant effect on the fair value measurement are observable, either directly or indirectly.

Level 3: Valuation techniques for which the lowest level input which has a significant effect on the fair value measurement is not based on observable market data.

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

The following table provides the fair value measurement hierarchy of the Company's Assets and Liabilities

38.1 Fair Value Measurement Hierarchy for Assets as at 31.03.2024

S. No.	Particulars	Total (Carrying Value)	Fair Value Measurement Using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
A	Financial Assets whose Fair Value approximate their Carrying Value				
1	Trade Receivables	921.52	-	-	921.52
2	Cash and Cash Equivalents	3.21	-	-	3.21
3	Other Financial Assets	0.99	-	-	0.99
	Total	925.72	-	-	925.72

38.2 Fair Value Measurement Hierarchy for Liabilities as at 31.03.2024

S. No.	Particulars	Total (Carrying Value)	Fair Value Measurement Using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
A	Financial Liabilities whose Fair Value approximate their Carrying Value				
1	Trade payables & Other Payables	18.58	-	-	18.58
2	Long-Term Borrowings	51.32	-	-	51.32
3	Short-Term Borrowings	1,080.23	-	-	1,080.23
	Total	1,150.13	-	-	1,150.13

38.3 Fair Value Measurement Hierarchy for Assets as at 31.03.2023 -

S. No.	Particulars	Total (Carrying Value)	Fair Value Measurement Using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
A	Financial Assets whose Fair Value approximate their Carrying Value				
1	Trade Receivables	1,378.01	-	-	1,378.01
2	Cash and Cash Equivalents	20.09	-	-	20.09
3	Other Financial Assets	1.18	-	-	1.18
	Total	1,399.28	-	-	1,399.28

38.4 Fair Value Measurement Hierarchy for Liabilities as at 31.03.2023 -

S. No.	Particulars	Total (Carrying Value)	Fair Value Measurement Using		
			Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
A	Financial Liabilities whose Fair Value approximate their Carrying Value				
1	Trade payables & Other Payables	486.39	-	-	486.39
2	Long-Term Borrowings	305.96	-	-	305.96
3	Short-Term Borrowings	826.80	-	-	826.80
	Total	1,619.15	-	-	1,619.15

39 Financial Risk Management Objectives and Policies

The Company's principal financial liabilities comprise of trade and other payables, borrowings, security deposits. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include trade and other receivables, cash, fixed deposits and security deposits that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management is supported by Finance department that advises on financial risks and the appropriate financial risk governance framework for the Company. The Finance department provides assurance to the Company's senior management that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

39.1 Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk.

The sensitivity analysis in the following sections relate to the position as at March 31, 2024 & March 31, 2023.

The analysis exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities.

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

(a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term debt and short term debt obligations with floating interest rates. The company is carrying its borrowings primarily at variable rates. For floating rates borrowings the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50 basis point Increase or decrease is used when reporting interest rate risk internally to Key management personnel and represents management's assessment of the reasonably possible change in interest rates. However, it is pertinent to mention here that the Credit Facilities from Banks have been classified as Non-Performing Asset by the Concerned Banks. Therefore, no interest has been charged during the F.Y. 2023-24, correspondingly the same has not been booked in the books of accounts of the Company.

S. No.	Particulars			31.03.2024	31.03.2023
1	Variable Rate Borrowings			1,131.55	1,132.76

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variable held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

S. No.	Particulars	Effect on Profit before Tax	
		31.03.2024	31.03.2023
1	Increase by 50 basis points	(56.58)	(56.64)
2	Decrease by 50 basis points	56.58	56.64

(b) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).

The Company transacts business in local currency only. The Company does not have foreign currency trade payables and receivables and is therefore, not exposed to foreign exchange risk. The Company need not to use currency swaps or forward contracts towards hedging risk resulting from changes and fluctuations in foreign currency exchange rate as per the risk management policy.

(c) Price Risk

The Company's exposure to price risk arises from investments held and classified in the balance sheet either as fair value through other comprehensive income or at fair value through profit or loss. To manage the price risk arising from investments, the Company diversifies its portfolio of assets.

39.2 Credit Risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to our Company. Our Company is dealing with various customers. Financial instruments that are subject to concentration of credit risk, principally consist of balance with banks, investments in bonds, trade receivables and loans and advances. Financial assets are written off when there is no reasonable expectation of recovery. Our Company measures the expected credit loss of trade receivables based on historical trend, industry practices and the business environment in which we operate. Loss rates are based on actual credit loss experience and past trends.

(a) Trade Receivables

Customer credit risk is managed by each Company subject to the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on an extensive credit rating. Outstanding customer receivables are regularly monitored.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively. An impairment analysis is performed at each reporting date on an individual basis for major customers. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors. The management made provision @5% in respect of trade receivables outstanding for more than 3 years based on historical trends of these customers.

The movement in the loss allowance in respect other receivables during the year is as follows:

S. No.	Particulars	31.03.2024	31.03.2023
1	Opening Balance	-	-
2	Impairment Loss recognised during the year	22.62	-
	Closing Balance	22.62	-

39.3 Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

S. No.	31.03.2024	On demand	Less than 1 year	1 to 5 years	> 5 years	Total
1	Trade Payables & Other Payables	-	18.58	-	-	18.58
2	Long-Term Borrowings	51.32	-	-	-	51.32
3	Short-Term Borrowings	1,080.23	-	-	-	1,080.23
	Total	1,131.55	18.58	-	-	1,150.13

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	31.03.2023	On demand	Less than 1 year	1 to 5 years	> 5 years	Total
1	Trade Payables & Other Payables	-	486.39	-	-	486.39
2	Long-Term Borrowings	-	-	305.96	-	305.96
3	Short-Term Borrowings	-	826.80	-	-	826.80
	Total	-	1,313.19	305.96	-	1,619.15

40 Ratio Analysis

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023			% Change from March 31, 2023 to March 31, 2024	% Change from March 31, 2022 to March 31, 2023
1	<u>Current Ratio (Times)</u>						
(a)	Current Assets	1,151.13	2,152.17				
(b)	Current Liabilities	1,099.70	1,317.92				
(c)	(Current Assets / Current Liabilities)	1.05	1.63			(35.90)	(17.78)%
2	<u>Debt - Equity Ratio (Times)</u>						
(a)	Total Debt	1,131.55	1,132.76				
(b)	Total Equity#	228.12	744.40				
(c)	(Debt / Equity)	4.96	1.52			225.97	22.88%
3	<u>Debt Service Coverage Ratio (Times)</u>						
(a)	Earnings before Interest, Taxes, Depreciation & Amortisation (EBITDA) - Taxes	(528.08)	60.63				
(b)	Principal Repayment + Interest Cost	-	158.53				
(c)	{(EBITDA - Taxes) / (Principal Repayment + Interest Cost)}	-	0.38			(100.00)	-65.30%
4	<u>Return on Equity Ratio (%)</u>						
(a)	Profit After Tax	(516.28)	(102.54)				
(b)	Average Shareholder's Equity#	554.08	554.08				
(c)	(Profit After Tax / Average Shareholder's Equity)	-93.18%	-18.51%			403.49	-2002%

PACT INDUSTRIES LIMITED

Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

S. No.	Particulars	As at 31.03.2024	As at 31.03.2023	-	-	% Change from March 31, 2023 to March 31, 2024	% Change from March 31, 2022 to March 31, 2023
5	Inventory Turnover Ratio (Times)						
(a)	Revenue from Operations (Net of GST)	650.54	2,294.38				
(b)	Average Inventories	478.57	763.68				
(c)	(Revenue from Operations / Average Inventories)	1.36	3.00			(54.75)	-19.28%
6	Trade Receivables Turnover Ratio (times)						
(a)	Revenue from Operations	650.54	2,294.38				
(b)	Average Trade Receivables	1,149.77	1,183.08				
(c)	(Revenue from Operations / Average Trade Receivables)	0.57	1.94			-70.82	-30.13%
7	Trade Payables Turnover Ratio (times)						
(a)	Net Purchases	596.87	2,145.56				
(b)	Average Trade Payables	227.70	288.82				
(c)	(Net Purchases / Average Trade Payables)	2.62	7.43			-64.71	-50.18%
8	Net Capital Turnover Ratio (times)						
(a)	Revenue from Operations	650.54	2,294.38				
(b)	Average Working Capital	442.84	865.30				
(c)	(Revenue from Operations / Average Working Capital)	1.47	2.65			-44.60	-12.71%
9	Return on Capital Employed (%)						
(a)	Earning before Interest & Taxes (EBIT)	(541.33)	39.96				
(b)	Capital Employed#	1,361.93	1,904.46				
(c)	(EBIT / Capital Employed)	-39.75%	2.10%			(1,994.32)	-2446.71%
10	Net Profit Ratio (%)						
(a)	Profit After Tax	(516.28)	(102.54)				
(b)	Revenue from Operations	650.54	2,294.38				
(c)	(Profit After Tax / Revenue from Operations)	-79.36%	-4.47%			1,675.76	-45.85%
11	Return on Investment (%)** (Return / Amount of Investment)	N.A.	N.A.			--	--

* Ratios variances have been explained for any change by more than 25% as compared to the previous year.

40.1 Notes to Analytical Ratios

(a) % Change from March 31, 2023 to March 31, 2024

- Variation in the Current ratio is due to decrease in stock and increase in current liability (Due to NPA, long term borrowing considered as short term borrowings)
- Variation in Debt Equity Ratio is on account of heavy loss suffered by the company during the year.
- Variation in Debt Service Coverage Ratio is on account of no interest and instalment has been paid by the company during the year .
- Variation in Return on equity ratio is on account of loss suffered by the company during the year.
- Variation in Inventory turnover ratio is due to decrease in sale and level of stock during the year.
- Variation in Trade receivable turnover ratio is due to decrease in sale during the year.
- Variation in Trade payable turnover ratio is due to decrease in purchase during the year.
- Variation Net Capital Turnover Ratio is on account of decreased revenue during the year as compared to previous year.
- Variation in Return on capital employed and net profit ratio is due to heavy loss suffered by the company during the year as compared to previous year..

41 Other Statutory Information

- The company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- The Company do not have any transactions with companies struck off.
- The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - 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

PACT INDUSTRIES LIMITED

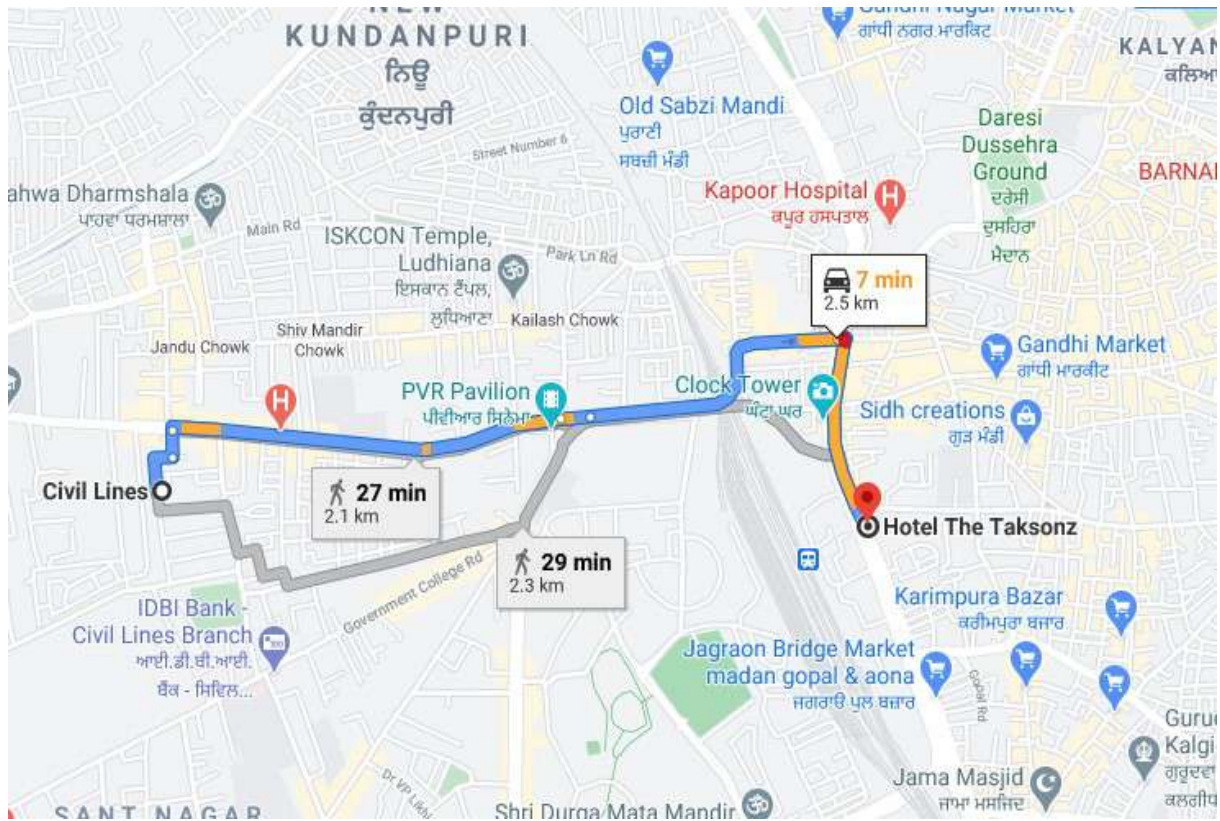
Notes to the Standalone Financial Statement for the year ended March 31, 2024
(All Amount in ₹ Lakhs, unless otherwise stated)

- 41.6 The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding party (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- 41.7 The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- 41.8 The Company has not been declared wilful defaulter by any bank and financial institution or government or any government authority.
- 41.9 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017
- 41.10 The Company has not revalued its property, plant and equipment during the financial year.
- 41.11 The Company has no immovable property.
- 42 **GOING CONCERN** : The company has incurred losses which have resulted into erosion of its net worth. The management feels that this erosion is temporary in nature and the company's future business plans and prospects will help the company to turn around in future. The promoter of the company has assured to infuse the funds as and when require, hence the company continues to prepare its financial statements on going concern basis. Further planning as below:
- a. Manufacturing Expansion: Investment in modern manufacturing techniques and equipment to increase productivity.
 - b. Product Diversification: Exploring new types of agricultural equipment to diversify our product range.
 - c. Market Research: Conducting market research to identify high-demand products and potential markets.
 - d. Budgeting: Developing a detailed budget to manage expenses and allocate funds efficiently.
 - e. Cash Flow Management: Regular monitoring of cash flow to ensure liquidity and financial stability.
 - f. Investment: Reinvesting profits into the business for continuous growth and expansion.
- 43 **OTHER INFORMATION**
- 43.1 In the opinion of the Directors, Trade Receivables, Short Term Loans & Advances and Other Current Assets have been valued at which they are shown in the Balance Sheet if realised in the ordinary course of business.
- 43.2 Balances of parties under Trade Payables, Other Current Liabilities, Long Term Loans & Advances, Trade Receivables, Short Term Loans & Advances and Other Current Assets are subject to confirmation.
- 43.3 Previous Year Figures have been regrouped and recasted wherever necessary.
- 43.4 No provision has been made for Gratuity. The number of employees is less than the requirement so not paying any contribution towards ESI and Provident Fund.
- 43.5 The trading of shares at Stock Exchanges has been suspended. Further no prov. has been made for fees payable to MCX and BSE for the year 23023-24.
- 44 The Financial Statements has been approved for issue by Company's Board of Directors on May 29, 2024.

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Route map to the venue of the 31st AGM of Pact Industries Limited

303, Hotel The Taksonz, Opp. Railway Station,
G.T. Road, Ludhiana-141008.





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ATTENDANCE SLIP

Member's Folio No

Client ID No.

DP ID No.

Name of the Member

Name of Proxy holder

No of shares held

I hereby record my presence at the 31st Annual General Meeting of the Company held on Friday, 27th day of September, 2024 at 11:00 A.M at the Registered Office of the Company at 303, Hotel The Taksonz, Opp. Railway Station, Ludhiana-141008.

Signature of Member/Proxy

Notes :

- 1. Members/Proxy holders are requested to produce the attendance slip duly signed for admission to the meeting hall.**



PACT INDUSTRIES LIMITED

PROXY FORM

Member's Folio No : _____

I/We _____ of _____ in the district of _____ being a member/members of **PACT INDUSTRIES LIMITED**, hereby appoint _____ of _____ in the district of _____ or failing him/her _____ of _____ in the district of _____ as my/our proxy to vote for me/us on my/our behalf at the 31st Annual General Meeting of the Company held on Friday, 27th day of September, 2024 at 11:00 A.M and at any adjournment thereof.

Signed this _____ day of _____ 2024.

Affix Re. 1/-
Revenue Stamp here

No.	Resolution	For	Against
1.	To receive, consider and adopted audited financial statements along with reports of the Board of Directors and Auditors thereon for the financial year ended 31st March, 2024. (Ordinary Resolution)		
2.	To consider the appointment of Mr. Harpreet Singh (DIN: 00570541), who retires by rotation and being eligible, offers himself for reappointment (Ordinary Resolution).		
3.	To Approve Related Party Transaction (Special Resolution).		

Note :

1. A Member entitled to attend and vote is entitled to appoint a proxy to attend and vote on poll instead of himself / herself.
2. If it is intended to appoint a proxy, the form of proxy should be deposited at the Registered Office of the Company at least 48 hours before the commencement of meeting.

Signature of Member/Proxy

PACT INDUSTRIES LIMITED

L18101PB1993PLC013193

Registered Office: 303, Hotel The Taksonz,

Opp. Railway Station, Ludhiana-141008

Email: pactindustries1993@gmail.com

Website: www.pactindustries.in