



MAHICKRA CHEMICALS LIMITED



Innovate, Diversify & Grow

Annual Report
2023-2024



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Driving Tomorrow

Innovate, Diversify, and Grow with
Mahickra Chemicals Limited

Our path of ongoing growth and development is characterized by our unwavering pursuit of innovation and diversification. We are broadening our perspectives and improving our services by accepting fresh concepts and experimenting with different approaches. Our industry-leading position is guaranteed by our dynamic strategy, which consistently delivers excellence and value in all we do. What makes us different from the competition is our dedication to innovation and forward-thinking.

**Your company has established
itself as a leader in producing
high-quality dyestuffs and aims to
strengthen its position in the
market**

At Mahickra Chemicals Limited (“Mahickra”), innovation is not just a strategy; it is the driving force behind everything we do. In an industry where change is constant, innovation is the key to staying ahead of the curve. For Mahickra, this means more than just developing new products—it’s about rethinking the way we approach every aspect of our business. We invest heavily in research and development to push the boundaries of what’s possible, creating solutions that anticipate the needs of tomorrow’s markets. By integrating cutting-edge technologies and embracing sustainable practices, we are setting new standards for efficiency and environmental responsibility. Innovation at Mahickra is about leading the way, ensuring that our clients have access to the most advanced and effective solutions available.

In a world of uncertainty and rapid change, diversification is essential for building resilience and seizing new opportunities. Your Company understands the importance of a broad and varied portfolio to meet the demands of different industries and market segments. Our diversification strategy is twofold: expanding our product range to offer a wider array of solutions, and entering new geographical markets to increase our global reach. This approach not only reduces reliance on any single product or region but also positions us to capitalize on emerging trends and market dynamics. By diversifying, Mahickra is able to adapt to changes in the market, mitigate risks, and explore new avenues for growth, ensuring that we remain a strong and dynamic player in the reactive dyes industry.

Growth is more than just an ambition at Mahickra—it is our purpose. With a solid foundation in innovation and diversification, we are well-equipped to drive substantial growth in the years ahead. Growth for your company is multifaceted: it includes expanding our market presence, increasing our production capabilities, and strengthening our partnerships with clients and stakeholders around the world. We are committed to scaling our operations sustainably, ensuring that our growth is not just about increasing revenue but also about enhancing the value we deliver to our customers, employees, and communities. By fostering a culture of excellence and continuous improvement, your company is poised to achieve new heights, reinforcing our position as a leader in the chemical industry.

The tagline "Innovate, Diversify, and Grow" encapsulates the strategic vision of your company for the future. It reflects our unwavering commitment to innovation, our proactive approach to diversification, and our relentless pursuit of growth. As we move forward, these principles will guide us in our mission to deliver superior reactive dyes solutions, create lasting value, and drive sustainable success. At Mahickra, we are not just preparing for the future—we are shaping it.



Founders and Innovators: Introducing the Promoters of the Company



1

Miteshkumar Champaklal Gandhi:

Mr. Miteshkumar C. Gandhi is the Managing Director of the company, serving as a director since its inception. With a Bachelor's Degree in Chemical Engineering and extensive experience in the chemical industry, he leads the marketing and enhancement of our products. Joining the Board in 2017, his expertise has been instrumental in driving our company's growth and success.

2

Ashishkumar Champaklal Gandhi:

Mr. Ashishkumar C. Gandhi is the Whole-Time Director of the company, serving as a director since its inception. With a Bachelor's Degree in Electrical Engineering and extensive experience in finance, taxation, and related matters, he provides valuable direction and supervision. Joining the Board in 2017, his rich knowledge and experience in finance have been instrumental in our company's growth and success.

About Mahickra Chemicals Limited

Your Gateway to Pioneering Dyeing Solutions

Journey of Mahickra Chemicals Limited

The founding of Mahickra Chemicals Limited ("Mahickra" or "MCL") dates back to 1997, when two forward-thinking individuals, Mr. Miteshkumar Champaklal Gandhi, Chairman and Managing Director and Mr. Ashishkumar Champaklal Gandhi, a Whole-Time Director, established "**Mahak Dyechem Industries.**" Their goal was very clear: to establish themselves as pioneers at manufacturing a wide variety of reactive dyes. This goal has changes throughout time, and as a result, Mahickra has become a reputable brand in supply of specialty chemicals industry. Presently, the organization persists in broadening its range of products and upholding a robust standing for excellence and novelty.

Our Core Competencies

We at Mahickra are motivated by an unwavering dedication to innovation and quality. Our primary focus is on manufacturing dyes, pigments, and specialized chemicals with an emphasis on quality control throughout the entire process. Our main products, marketed as Nikazol and Nikafix, showcase our proficiency with reactive dyes, which are widely utilized in the textile sector to color materials. These goods are known around the world for their exceptional quality and dependability.

Our cutting-edge manufacturing facilities, two of which are solely devoted to the creation of reactive dyes, enable us to have strong manufacturing capabilities. These facilities are run by an experienced team that is dedicated to upholding the highest levels of quality control, and they are furnished with cutting edge technology. Every product that leaves our factories has to pass strict quality standards, which is ensured by our committed quality control team and reflects our constant dedication to excellence. Before products are distributed to clients, they are all carefully inspected. For our business, maintaining quality control is of paramount significance.

A Milestone in Our Growth

The listing of Mahickra on the NSE SME platform on April 26, 2018, marked a major turning point in our journey. This accomplishment opened a new chapter in our history and demonstrated our commitment to development, growth, and increased market share. In addition to confirming our place in the market, our listing on the NSE SME platform set us up for long-term success in the chemical manufacturing sector. We were ecstatic to witness the substantial results of our efforts. Our company benefited greatly from the exposure and legitimacy that came with being listed on the NSE SME platform. With more visibility and funding available to us, we were able to grow our business and attract new clients.

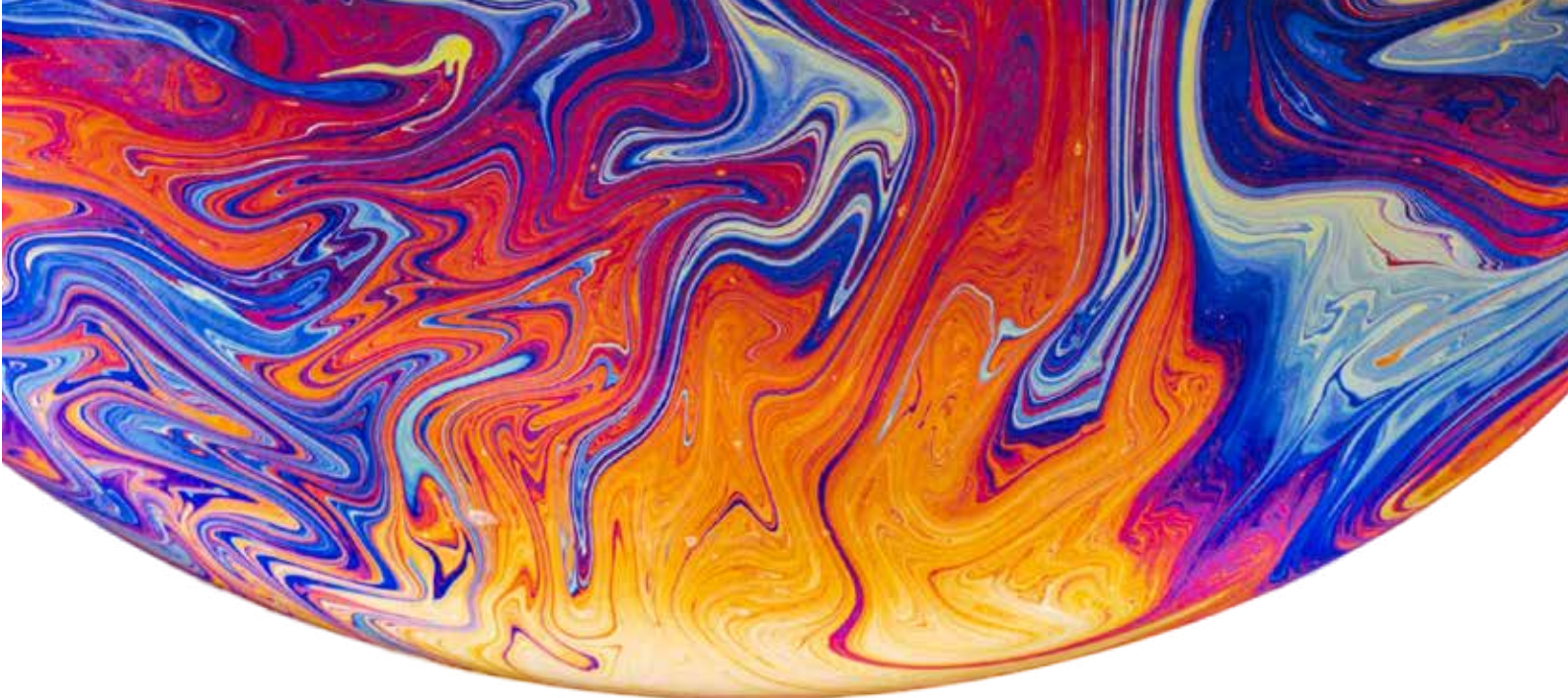
Innovate, Diversify, and Grow: Our Strategic Vision

Our catchphrase at Mahickra, "Innovate, Diversify, and Grow," perfectly captures the spirit of our overarching business plan. Our core values are innovation and innovation drive us to create innovative solutions that address changing market demands. By diversifying our product line and breaking into new areas, we can reduce risk and look for new opportunities. Our ultimate goal is growth, which we will achieve by expanding our reach across the globe, growing our operations, and fortifying our bonds with stakeholders. This catchphrase expresses our dedication to breaking new ground, widening our perspectives, and attaining long-term success in the chemical sector. We're committed to pushing the envelope, encouraging creativity, and establishing new benchmarks for excellence.

Global Leadership and Certifications

With a global reach, Mahickra Chemicals Limited is a prominent player in the dyestuff manufacturing and exporting industry. Many certifications we hold attest to our commitment to quality and sustainability, such as ISO 9001 for quality management, ISO 14001 for environmental management, and ISO 45001 for occupational health and safety. In addition, we are pleased to have earned the ZDHC Level 3 Eco Passport from Oeko-Tex, demonstrating our commitment to environmentally friendly production methods, and the GOTS v7.0 certification, which verifies our adherence to international organic textile standards.





Commitment to Customer Satisfaction

Our steadfast commitment to customer satisfaction is at its core. We recognize that each of our clients has specific demands, and we're dedicated to meeting and surpassing those needs. We guarantee that our customers receive not just superior products but also outstanding service by building long-lasting relationships founded on trust, loyalty, and respect. Our success has been largely attributed to our customer-centric strategy, which also motivates us to keep working to provide value to our partners across the globe. What distinguishes us from our peers is our commitment to our customers.

Looking Ahead

Your Company is dedicated to its core values of quality, dependability, and customer satisfaction even as we develop, expand, and innovate. Our excursion, which started more than 20 years ago, is evidence of our founders' vision and tenacity as well as the team's combined efforts. In order to further establish our legitimacy as a leader in the global chemicals sector, we are enthusiastic about the prospects that lie ahead and confident in our capacity to hit new benchmarks. We're dedicated to keeping up our innovation and expansion. We're going to keep pushing the envelope and aiming for perfection in all we do. In the future, our commitment to quality will propel us to even greater success.

Vision

To emerge as an iconic global powerhouse, recognized across continents, built on the foundation of unwavering core values and enduring relationships with our customers.



Mission

- **Prioritize Quality and Innovation**

By consistently deliver superior products and services by fostering a culture of innovation and maintaining the highest standards of quality.

- **Customer-Centric Approach**

By placing customers at the heart of our business, ensuring their needs and satisfaction guide our actions and decisions.

- **Ethical Practices**

By placing customers at the heart of our business, ensuring their needs and satisfaction guide our actions and decisions.

- **Stakeholder Development and Growth**

Empowering our stakeholders employees, partners, and communities by promoting their growth and contributing to shared success.

Mahickra Chemicals Limited:

A 27-Year Odyssey of Growth and Innovation





2018

- Public Listed on NSE SME Platform
- Renamed as Mahickra Chemicals Limited

2014

- Acquired Industrial Land in Saykha for further expansion

2019

- Construction of a new production unit to cater to the demands of a wider range of products like Pigment Pastes and Specialty Chemicals Continued supply of specialty chemicals

2020

- Establishment of Corporate Office at Plot no. 1201-1202, Phase-3 to diversify into the new sector of Chemicals and intermediates

2021

- Received ZDHC Level 3 Certification and got accredited with an Eco passport from OekoTex
- Launched our range of OekoTex certified Reactive Dyes under the brand names - Nikafix & Nikazol

2024

- Launched our range of OekoTex certified pigment emulsions under the brand name - Nikron

Chemistry of Innovation

Mahickra Chemicals Ltd.'s Product Range for a Better Tomorrow

Mahickra offers an extensive portfolio of reactive dyes under the brand names "Nikafix" and "Nikazol," designed to meet diverse dyeing and printing needs across the textile industry. These dyes are known for their excellent colourfastness, brightness, and consistency, making them a preferred choice for textile manufacturers worldwide. With a wide range of shades available, Mahickra's reactive dyes provide vibrant and long-lasting colors for various fabrics.

Below is a detailed overview of the different types of dyes offered:

1 Nikafix Bifunctional Dyes

Application

Because these dyes have good fastness qualities, they are frequently employed for medium hues. Turkey, Bangladesh, Mexico, Peru, Egypt, Thailand, Vietnam, Russia, Brazil, and Argentina are just a few of the highly competitive regions where they are highly favoured, especially in marketplaces where price sensitivity is critical.

Qualities



Intuitive

These dyes are well-liked in a variety of textile applications since they are simple to use. The dyes are also known for their vibrant colors and long-lasting effects.



Economical

They meet the needs of cost-conscious consumers by offering reasonable prices without sacrificing quality.



Diverse

These dyes come in a variety of hues, so there are alternatives for any project.



2 Nikafix Multifunctional Dyes

Application

These dyes have excellent fastness qualities and are perfect for dark, soiled hues. Because of their improved performance and efficiency, they are slightly more expensive than bifunctional dyes, even though they can be employed in a comparable way.

Qualities



Superior Fastness

Although these dyes have a higher unit price, they save money since they are used in lower amounts than bifunctional dyes, which was the reason behind their development for applications that need a higher fastness.



Market Presence

These dyes are in great demand in markets that are centered on high-performance dyes, as well as in the same regions as bifunctional dyes, such as Turkey, Bangladesh, and Mexico. Furthermore, the market is anticipated to continue growing as a result of its growing use in textile manufacturing.

3 Nikafix Eco Friendly Dyes

Application

These dyes are designed to be environmentally friendly, as their name implies. By shortening the time needed to dye cotton garments, they lower the amount of wastewater produced, save energy, and improve manufacturing efficiency. They frequently need less water and fewer rinses during the dyeing process as well.

Qualities



Sustainability

By supporting environmentally responsible dyeing techniques, these colors help to promote environmental conservation initiatives. They are also less expensive than conventional dyes.



Efficacy

Manufacturers find them to be a cost-effective option because the shorter dying time results in lower energy usage and higher production throughput. Furthermore, it has been demonstrated that eco-friendly dyes have less of an effect on waste disposal and water usage.

4 Nikafix High Exhaust Dyes

Application

These dyes work especially well when combined with disperse dyes to create blended cotton and polyester fabrics. The polyester fibers' vivid and durable hues are made possible by the distributed dyes. Additionally, the dispersed dyes help to achieve uniform color penetration and distribution on the polyester fibers.

Qualities



Renewable energy and Cost Savings

High exhaust dyes are an affordable option for blended fabric dyeing since they use less energy and cut costs overall. High exhaust dyes are more cost-effective and less expensive than other kinds of dyes.



Specialized Application

Excellent for producing reliable outcomes in intricate fabric compositions, especially where energy economy is a top concern. Additionally, high outflow dyes are renowned for their exceptional color fastness and capacity to withstand multiple washes.

5 Nikazol Vinyl Sulphone Dyes

Application

Discharge printing is the primary application for these dyes, which enable the fabrication of many colors on a single fabric after white discharge. They are also appropriate for various discharge printing methods and continuous dyeing procedures like CPB (cold pad batch). Because of their versatility, the dyes can be used to many different types of textiles.

Qualities



Versatility

These dyes are a top choice for premium discharge printing since they can create vivid, multi-coloured patterns. They are also renowned for having outstanding fade resistance and wash fastness.



Economical

These dyes are nevertheless reasonably priced for continuous dyeing processes, even with their particular application. Easy to use: These dyes are a great option for textile makers trying to expedite their processes because of their straightforward application method and trustworthy outcomes and easy application technique.



6 Nikafix Rgb, Mdrn, & RR series

Application

These high-quality dyes are made especially for light colors in clothing, especially for babies, where excellent fastness is essential. They are safe to use on baby garments because they don't contain harsh chemicals and are soft on sensitive skin. Your clothes will stay lovely and brilliant after several washes because to the colors' vibrant and long-lasting quality. In the washer, the colors won't bleed or fade.

Qualities



Elite Use

Although these dyes are more costly, their unparalleled fastness makes them indispensable for high-stakes uses where dyeing quality cannot be jeopardized. These high-quality dyes offer a subtle yet durable color for fragile textiles and sensitive skin. Their cutting-edge recipe guarantees that the dye will stay brilliant after multiple washings, making it ideal for fine clothing that demands exceptional color retention.



Target Audience

Especially utilized in the manufacturing of premium baby clothes, where longevity and safety are critical factors. Luxury garment designers, who value color consistency and permanence in their works, are also big fans of these high-end dyes. The high-end apparel brands that appreciate superior quality and performance in their products are part of the target market for these colors.

7

Nikafix Pinting "p" Dyes

Application

These dyes are intended for use in continuous printing, especially on bed linens, kids' clothes, and other premium cotton textiles. In markets like Bangladesh, Turkey, Uzbekistan, and Indonesia, they are widely used. They provide colors that are vivid, strong, and resistant to fading.

Qualities



Agility in the market

Mahickra's Black Mix dyes are renowned for their excellent performance and affordable prices. Because these colors are azo-free and meet international standards for textile dyes, they are also environmentally beneficial. Textile manufacturers all throughout the world choose Mahickra's Black Mix dyes because of its exceptional quality, affordability, and sustainability.



Customization

With an emphasis on affordability, timeliness, and exceptional outcomes, the company has created specialized black dye products to satisfy the wide range of needs of final consumers. For customers with particular demands or preferences, Mahickra also provides customisation choices, guaranteeing that their black dye products are customized to match individual specifications. Mahickra's dedication to customization distinguishes it from rivals and enables a more tailored experience for clients.

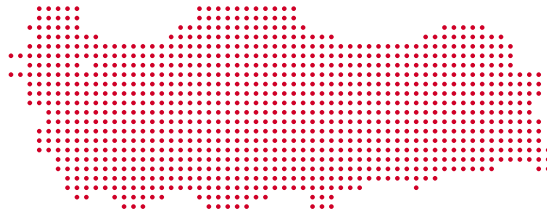


Global Footprint

Mahickra Chemicals Limited's International Presence



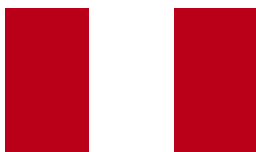
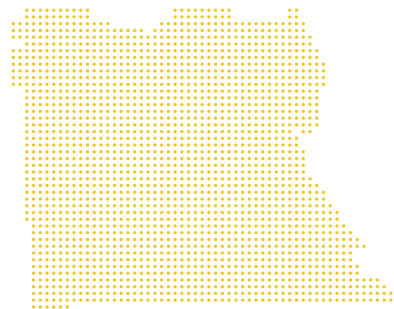
Turkey



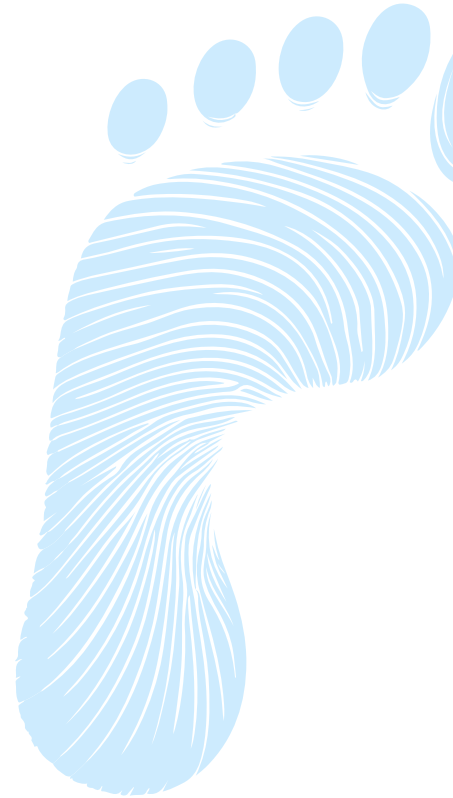
Bangladesh



Egypt

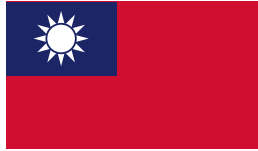
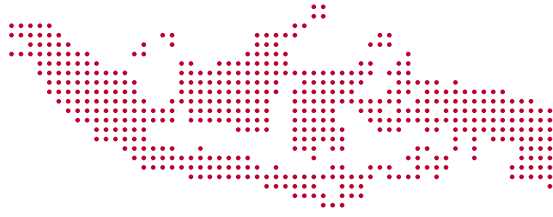


Peru





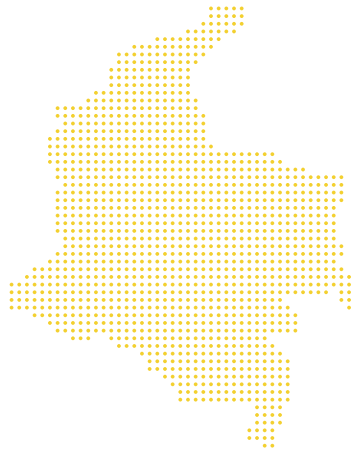
Indonesia



Taiwan



Colombia



Vietnam



UAE



Redefining Success

Mahickra's New Product Line Balances Innovation and Profitability

Your Company is pleased to present a new line of products that are engineered to suit market demands while providing outstanding value, as part of our strategic commitment to increase profitability. We steer clear of commodity offers with low margins and instead concentrate on products with respectable profit margins. This strategic change has the potential to greatly increase our profitability even if it may have an impact on our overall business turnover. Assuring the company's long-term viability and prosperity is our aim. We have no doubt that this change in direction will put us in a strong and lucrative position going forward.

Our R&D team plays a crucial role in this transformation, working tirelessly to develop innovative and sustainable products that meet long-term market demands. This commitment ensures that our new offerings not only align with our profitability goals but also reflect our dedication to innovation and sustainability.



Pigment Emulsions - Nikron

Our Nikron Pigment Emulsions work well in both rotary and flat-bed printing techniques because they are made especially for textile applications. These economical, user-friendly, and ecologically sound emulsions provide radiant, long-lasting textile prints. Nikron is a versatile addition to your production demands because it may be modified for paint applications in water-based systems. This product is a reflection of our aim to shift away from low-margin commodities and concentrate on goods with larger profit margins. Our total revenue and market share have increased as a result of this change in emphasis.

Textile Emulsion, Hardener & Coating Emulsion, Binders

We offer a comprehensive range of textile emulsions, hardeners, coating emulsions, and binders that provide the essential components for creating durable and high-performance textile finishes. These products are designed to improve the overall strength, flexibility, and appearance of textiles, ensuring they meet the rigorous demands of the industry. By focusing on these high-value products, we aim to enhance profitability while maintaining quality.

Coating Agents

These products are in alignment with our unbiased of providing specialized products with higher profit margins. Our coating agents are also formulated to be environmentally friendly, ensuring they meet the demands of today's eco-conscious consumers. With our cutting-edge technology and dedication to sustainability, we are confident in the value these products can bring to the textile industry. Our coating agents are developed to offer advanced surface protection and enhancement for textiles. These agents provide excellent adhesion, durability, and resistance to environmental factors, making them ideal for a wide range of textile applications.



Building Bridges Across Borders

Mahickra Chemicals Ltd. Networks with Global Textile Innovators

In 2023–2024, MCL demonstrated its commitment to innovation and industry leadership by actively participating in a number of international shows. These occasions gave the business excellent chances to present its most recent chemical products, network with specialists from around the world, and investigate new markets. We enhanced our global footprint by participating, cultivating strategic alliances and broadening its network in the chemical and textile sectors. This proactive participation demonstrates the company's dedication to leading market trends and fostering future expansion. growth.



42nd Dye Chem Bangladesh 2023 - September 2023

MCL participated in the 42nd Dye Chem Bangladesh 2023 Dhaka Exhibition, one of the most prominent events in the dye and chemical industry in South Asia. Held in Dhaka, this exhibition is known for attracting a wide range of industry stakeholders, including manufacturers, suppliers, and buyers from across the region and beyond.

During the exhibition, your company showcased its diverse portfolio of products, emphasizing its commitment to innovation, quality, and sustainability. The company presented its latest offerings designed to meet the evolving needs of the textile and dyeing industries, focusing on eco-friendly solutions and advanced chemical formulations.

Participation in this event provided us with the opportunity to connect with key industry players, explore new market opportunities, and gain insights into the latest trends and demands in the Bangladesh market. The exhibition also served as a platform for the company to strengthen its brand presence in the region and build strategic partnerships that could lead to future growth and expansion.

Overall, the 42nd Dye Chem Bangladesh 2023 Dhaka Exhibition was a valuable experience for your company, allowing us to demonstrate its leadership in the industry and reinforce its position as a trusted and innovative chemical supplier.



Dye Chem Morocco Exhibition 2023 - November 2023

MCL took part in the international textile, fashion, and accessory expo, Morocco Fashiontex Style, which was held for the seventh time from November 15, 2023, to November 17, 2023. A significant event for the textile and fashion industries, the Morocco Fashiontex Style Exhibition draws attendees from all over the world. It provides a venue for businesses, especially those in the textile and fashion industries, to present their most recent goods, ideas, and technologies. The show provides a special chance to network, investigate new marketplaces, and comprehend worldwide trends.

The strategic move by MCL to participate in this expo is aimed at increasing its visibility in the global market, particularly in the fashion and textile industries. The company will present a selection of its chemical products, with an emphasis on quality, innovation, and sustainability, all tailored to fulfil the demands of the textile sector.

Your Company was also able to interact directly and build new business contacts and reinforce current ones with industry leaders, partners, and future clients as a result of its involvement. We hope to strengthen its position as a top chemical supplier and discover new avenues for cooperation and expansion in the global textile and fashion markets by participating in this event. The business anticipates that its involvement will boost market share and brand awareness.



4th Dye Chem World Exhibition 2024 – February 2024

MCL participated in the 4th Dye Chem World Exhibition 2024, a significant event in the dye and chemical industry that brings together leading companies, professionals, and innovators from around the globe. This exhibition serves as a platform for showcasing the latest products, technologies, and advancements in the field. It also provides networking opportunities for attendees to connect and collaborate on future projects. Additionally, the exhibition aims to foster knowledge sharing and inspire further innovation within the industry.

During the event, MCL presented its range of innovative chemical products, with a particular focus on sustainability and long-term market demands. The company's participation provided an excellent opportunity to engage with industry peers, potential clients, and partners, fostering new business relationships and reinforcing its presence in the market. Additionally, the company was able to showcase its innovative solutions and commitment to environmental responsibility.

The exhibition also allowed us to demonstrate its commitment to staying at the forefront of industry developments, contributing to discussions on emerging trends, and exploring opportunities for future growth and collaboration. Additionally, the exhibition highlighted our dedication to sustainability and green practices.



Message from Chairman & Managing Director

Dear Stakeholders,

I am pleased to present the Mahickra Chemicals Limited (“MCL”) Annual Report for Financial Year 2024. We have efficaciously closed yet another year with satisfactory results, and I commend our entire team for their hard work and dedication. Throughout the years at MCL, I have been deeply appreciative to each and every one of you for your unflinching belief and support. Our dedication to using creativity and results-driven tactics to achieve success and sustainability has been essential. It gives me great pleasure to announce that our operations and vision are perfectly aligned, resulting in significant transformation and assuring our long-term success. MCL adds value to all of our stakeholders via the integration of innovation and customer-centricity into our fundamental operations.

Being a top producer, supplier and exporter of dyestuffs, pigment and specialty chemicals for usage in India and other countries makes MCL very proud. We offer an extensive repertoire of potential uses with our diverse product line, which guarantees brilliant colors, premium pigments, and creative chemical solutions catered to different industries. Our unwavering dedication to innovation and quest of perfection have allowed us to maintain our leadership position in a market that is changing quickly. Through constant adaptation to the most recent developments in technology and market trends, we make sure that our products not only fulfill albeit outstrip the expectations of our customers across the world. We have thereby established a reputation for providing innovative solutions that help our clients succeed.

A number of roadblocks and fluctuations arose in FY 2023–2024. We have had opportunities to show our resiliency despite the obstacles presented by the business environment. MCL's intended growth has been impacted by the intricacies and sequence of events surrounding the geopolitical (ongoing wars), trade, and economic (increasing freight charges) domains. We are confident that with our persistence and your concurrence, we will make progress, even though of these issues may have made a dent during this financial year. We adhere to meticulous preparation for the forthcoming year as we gaze for opportunities. We are arming ourselves with the best possibilities, forming our strategies and decisions with the knowledge we learned from the challenges of the previous year. Our goal is to be well-prepared and proactive so that we can effectively navigate any future challenges. Our aim is to overcome these setbacks with greater strength and resilience so that we can keep aiming for success in the face of difficulty. We are persuaded that by continuing to be creative and adaptive, we can get past any challenges that may arise. We have an enthusiastic workforce and a clear vision; consequently, we will undoubtedly achieve our long-term goals and maintain our position as the industry leader.

In order to accomplish rapid development, our endeavors are centered on these

4 primary domains

- **Global Markets**

For optimal advantage from global marketplaces, dynamic, well-diversified strategies and policies must be implemented.

- **Domestic Markets**

Creating plans to bolster our products' brand recognition and expand our domestic network to boost both volume and presence there.

- **Research and Quality Control**

Keeping Up with New Product Development in order to Encourage Continued Development and Strengthening Existing Products.

- **Diversification**

Using cutting-edge concepts and techniques, we will broaden our range of products and approaches in order to carry on with our vision of growth, development, and expansion.



In the near future, we will provide our sales and marketing team with all the assistance they need to advance and grow their business in both our current dyestuff line and our new product line, which will include our own line of pigment pastes, pigment binders, and auxiliary chemicals. This year, we'll be laser-focused on achieving our vision to "Innovate, Diversify, and Grow." Our objective is to reach an even wider demographic and establish reliable alliances with prospective clients throughout an assortment of industries. We intend to establish ourselves as a top supplier in the chemical sector and attain sustainable growth by continuously creating and broadening our product offerings.

With the integration of sustainability into every facet of our operations, we strive to contribute to fostering a more prosperous tomorrow. We ensure that our results favorably impact the well-being of present and future generations by striking a balance between environmental, social, and economic issues. Our customer-centric approach and dedication to fulfilling their demands are demonstrated by our attentive listening to stakeholders, particularly our new and existing customers, and our integration of their expectations into our decision-making procedures. In the long run, this strategy enhances the well-being of both the present and forthcoming lineage.

I would like to express our gratitude to each and every stakeholder for their faith and support this year, on behalf of the management and Board of Directors. We continue to be extremely appreciative of the tremendous faith and assistance that our suppliers, consumers, shareholders, and other stakeholders have shown us. Collaboratively, we shall grasp novel prospects, surmount obstacles, and propel forward to construct a thriving forthcoming. We'll keep putting in endless effort to fulfil our objectives and add value for everyone who appreciates our purpose.

Warm regards,

Mitesh Kumar Champaklal Gandhi
Chairman and Managing Director



Whole-Time Director's Message

Dear Stakeholders,

I hope that this message finds you all well and in a positive frame of mind. As I think back on our journey, I am incredibly appreciative of your continuous faith in MCL and your backing in order to succeed. It is with great pleasure and immense pride that I share with you the development and excursion we have made through the years. We are grateful for your faith in us. Our success has been largely attributed to your unwavering faith in our business, and we're determined to continue providing the best possible quality and service for many years to come. Future accomplishments of even bigger benchmarks are something we are eager to carry on on this path together.

The foundation of our development since 1998 has been our constant dedication to manufacturing premium reactive dyes. It gives me immense pleasure to announce that our unwavering efforts have produced outstanding outcomes. We have seen strong growth in both sales and profit over the last five years. This accomplishment is a tribute to the commitment of our team and the cutting-edge technologies used in our state-of-the-art production facilities. We are eager to keep developing and growing our product range in the future to satisfy our clients' changing needs. Our ultimate goal is to keep up this momentum and establish ourselves as an industry leader.

We faced challenges in this financial year of 2023–2024 for a variety of geopolitical and economic reasons, which had an impact on our performance in comparison to the prior year. Nevertheless, in spite of challenges in the external environment, we reported noteworthy figures in key financial measures, indicating our growth-oriented resilience. Our operating income for the fiscal year 2023–24 decreased to Rs. 7191.68 lakhs from Rs. 10303.38 lakhs when compared to FY 2022–23. Challenges including volatile currency exchange rates and heightened market competitiveness are to blame for this drop. In spite of these challenges, we're still committed to putting strategic plans into action that will boost our bottom line in the next fiscal year. This accomplishment shows that we are able to maintain stable growth even in the face of economic volatility.

For the financial year 2023–2024, profit before taxes is Rs. 150.27 lakhs as opposed to Rs. 456.02 lakhs.

Earnings before tax, interest, depreciation, and amortization i.e. EBITDA, is Rs. 294.14 lakhs for the fiscal year 2023–2024 as opposed to Rs. 606.04 lakhs. The company's struggles to maintain steady growth and navigate through the economic instability are mostly to blame for this decline in financial performance.

We at MCL, are committed to providing steady dividends to our esteemed shareholders. Our value proposition revolves around dividends because we genuinely believe in the fair

distribution of revenue. We have never wavered in our resolve to share success with people who put their trust in us. Paying out dividends is a concrete way for us to thank our shareholders for their unwavering belief in our goals and support. Additionally, we are aggressively pursuing plans to increase shareholder value by expanding our market reach, making smart investments, and diversifying our product line. Our plan of action is to promote sustainable growth, which will eventually benefit our shareholders. For the most recent fiscal year, your company distributed an interim dividend to its shareholders of Rs. 0.30 per equity share. Additionally, we have a history of consistently paying dividends to our shareholders, reflecting our commitment to providing returns on their investments. Our strong financial performance and prudent management practices enable us to continue rewarding our shareholders with dividends while also focusing on long-term growth strategies.

We remain steadfast in our pursuit of growth and expansion as we move forward. Our future objectives focus on enhancing product diversification, expanding both domestic and global market presence, and capitalizing on emerging business prospects. In response to the dynamic global market landscape, our research and development team is actively engaged in creating innovative products that meet evolving consumer demands and environmental standards.

We attribute our success to our talented team, whose commitment and diligence are pivotal in developing plans to increase sales and profits. Their dedication to excellence and our unwavering focus on customer satisfaction have fuelled our achievements.

We extend our sincere appreciation to our shareholders for their continued trust and support. Together, we envision a future of shared success and prosperity, where dividends reflect our collective achievements.

As we embark on this journey, we invite you to join us in contributing to our growth story and partake in the rewards of our success. Your confidence inspires us to pursue excellence and positively influence the industries we serve.

Thank you for being an integral part of the Mahickra family.

Warm regards,

Ashish Kumar Champaklal Gandhi

Whole-Time Director



Corporate Information

Board of Directors

Chairman and Managing Director

Mr. Miteshkumar C. Gandhi,

Whole-Time Director

Mr. Ashishkumar C. Gandhi,
Mrs. Komal M. Gandhi,

Independent Director

Mr. Niren Desai
Mrs. Basari Mehta
Mrs. Amisha Shah

Audit Committee:

Mrs. Basari Mehta, Chairperson
Mr. Niren Desai, Member
Mrs. Amisha Shah, Member

Nomination and Remuneration Committee

Mrs. Basari Mehta, Chairperson
Mr. Niren Desai, Member
Mrs. Amisha Shah, Member

Stakeholders Relationship Committee:

Mrs. Basari Mehta, Chairperson
Mr. Niren Desai, Member
Mrs. Amisha Shah, Member

Board reconstituted all committees on July 15, 2023.

Key Managerial Personnel:

Mr. Kalusinh Chauhan, Chief Financial Officer
Ms. Sona Bachani, Company Secretary

Registered Office:

Plot No. 1209, Phase 3, GIDC, Vatva,
Ahmedabad – 382445, Gujarat India
Phone – 079 48994608

Corporate Office:

Plot No. 1201-1202, Phase 3, GIDC, Vatva,
Ahmedabad – 382445, Gujarat India
Phone – 079 48994608

Corporate Website:

www.mahickra.com
CIN: L24304GJ2017PLC099781
Email Id: info@mahickra.com

Statutory Auditor:

M/s. Piyush J. Shah & Co., Chartered Accountants,
404-504, Shikhar Building, Nr. Vadilal House,
Netaji Marg, Mithakhali Cross Road, Navrangpura,
Ahmedabad-380009 Gujarat, India

Internal Auditor:

M/s. Ashish Sheth & Associates, Chartered Accountants,
401, Kalash-V, Nr. Chandranagar BRTS, Chandranagar,
Paldi, Ahmedabad 380007, Gujarat, India

Secretarial Auditor:

M/s. Pitroda Nayan & Co., Company Secretaries
603-604, Tapas Elegance, Lane Opp. to Pratyashar
Bhawan, Ambawadi, Ahmedabad – 380015, Gujarat,
India

Bankers to the Issuer:

State Bank of India
Law Garden, Zodiac Avenue, Opp. Commissioners,
Ahmedabad – 380006

Investor Service Centre:

Registrar and Share Transfer Agent
Big-Share Services Pvt. Ltd
E-2&3, Ansa Industrial Estate, Saki-Vihar Road
Sakinaka, Andheri (E), Mumbai-400072
Tel No.: 022-28470652
Email: investor@bigshareonline.com, bssahd@
bigshareonline.com

Financial Highlights

FY 20	942.8
FY 21	865.2
FY 22	1023
FY 23	1030.3
FY 24	719.17

Revenue from Operations

FY 20	49.21
FY 21	50.88
FY 22	56.48
FY 23	60.06
FY 24	29.41

EBITDA

FY 20	29.9
FY 21	31.1
FY 22	33.5
FY 23	32.8
FY 24	10.74

PAT (Profit After Tax)

FY 20	239.82
FY 21	269.27
FY 22	297.48
FY 23	324.92
FY 24	333.22

Networth

FY 20	12%
FY 21	12%
FY 22	11%
FY 23	10%
FY 24	3.26%

ROE (Return on Equity)

FY 20	1.1
FY 21	1.14
FY 22	1.19
FY 23	0.99
FY 24	0.4

Debt to Equity (x)

FY 20	4.06
FY 21	3.83
FY 22	4.12
FY 23	4.04
FY 24	1.32

EPS

FY 20	5.22
FY 21	5.88
FY 22	5.52
FY 23	5.83
FY 24	4.09

EBITDA Margin (%)

Certificates



Certificates



Certificate of Registration

This Certificate certifies that the Management System of
MAHICKRA CHEMICALS LIMITED
 Plot No.1209, Phase -3, GIDC, Vatva, Ahmedabad -382445, Gujarat, India.
 Corporate Office-Plot No.1201 -1202, Phase -3, GIDC, Vatva, Ahmedabad -382445, Gujarat, India.
 has been audited by ICV and found to be in compliance with the requirements of the standard
ISO 45001: 2018
 (Occupational Health and Safety Management Systems)
 This certificate is valid for the following scope:
 Manufacturing, Exports and Supply of Dyes and Chemicals.

Certificate No. :IN/20311961/2587
 Certificate Issue Date :15/02/2024
 1st Surveillance Due Date :15/01/2025
 2nd Surveillance Due Date :15/01/2026
 Date of Expiry :14/02/2027



CEO
ICV ASSESSMENTS PVT. LTD.
 25, First Floor, Prabhu Complex, Shiva Market, Pitampura New Delhi - 110034
 +91 - 11-41548315, info@icvassements.com, www.icvassements.com

* Validity of this Certificate is subject to completion of surveillance audit on or before of due date. In case surveillance audit not allowed to be conducted this Certificate shall be suspended/withdrawn.
 * This Certificate is Intellectual Property of ICV and Certificate should be returned to ICV in case of non-compliance of certification procedure. Authenticity of this certificate can be verified at www.icvassements.com



Certificate

OEKO-TEX® ECO PASSPORT

Mahickra Chemicals Limited
 is granted the OEKO-TEX® ECO PASSPORT certification
 and the right to use the trademark.

TYPE
 ECO PASSPORT with On-Site Visit

PRODUCTS
 See attached enclosure

PRODUCT CATEGORY
 2.10 Printing pastes and inks with and without colourants

The above captioned products can be used for the production of human-ecological optimized textiles & leathers. The combined results of the reports mentioned above reveal that there is no harmful effect on the human and environmental health of the textiles & leathers treated/finished with the certified products.
 ZDHC MRLS 3.1 Conformance Level 3 is achieved for certified products unless indicated otherwise. Further compliance information (REACH, SVHC, POP etc.) can be found on oeko-tex.com/en/faq. The certificate is based on the test methods and requirements of the OEKO-TEX® ECO PASSPORT that were in force at the time of evaluation.
 The production site has met the criteria set by OEKO-TEX® for good product stewardship including occupational health & safety, environmental and quality management system through an On-Site Visit.



This certificate 23.0.89689 is valid until 31.03.2025.

SUPPORTING DOCUMENTS
 ✓ Test Report Number: 23.0.89689
 ✓ Declaration of conformity in accordance with EN ISO 17050-1 as required by OEKO-TEX®
 ✓ RSL Screening Report
 ✓ Detailed information about the components and safety data sheets of the certified chemical products
 ✓ On-Site Visit Report

[Signature]
 Dipl.-Ing. Ralf Jürgen Schwamm
 Head of Certification Body OEKO-TEX®

Boernheim, 2024-03-15

OEKO-TEX Service GmbH · Garfenerstrasse 23, CH-8002 Zurich 113



Certificate

OEKO-TEX® ECO PASSPORT

Mahickra Chemicals Limited
 is granted the OEKO-TEX® ECO PASSPORT certification
 and the right to use the trademark.

TYPE
 ECO PASSPORT with On-Site Visit

PRODUCTS
 See attached enclosure

PRODUCT CATEGORY
 2.6 Reactive dyes

The above captioned products can be used for the production of human-ecological optimized textiles & leathers. The combined results of the reports mentioned above reveal that there is no harmful effect on the human and environmental health of the textiles & leathers treated/finished with the certified products.
 ZDHC MRLS 3.1 Conformance Level 3 is achieved for certified products unless indicated otherwise. Further compliance information (REACH, SVHC, POP etc.) can be found on oeko-tex.com/en/faq. The certificate is based on the test methods and requirements of the OEKO-TEX® ECO PASSPORT that were in force at the time of evaluation.
 The production site has met the criteria set by OEKO-TEX® for good product stewardship including occupational health & safety, environmental and quality management system through an On-Site Visit.



This certificate 20.0.36394 is valid until 28.02.2025.

SUPPORTING DOCUMENTS
 ✓ Test Report Number: 23.0.89675
 ✓ Declaration of conformity in accordance with EN ISO 17050-1 as required by OEKO-TEX®
 ✓ RSL Screening Report
 ✓ Detailed information about the components and safety data sheets of the certified chemical products
 ✓ On-Site Visit Report

[Signature]
 Dipl.-Ing. Ralf Jürgen Schwamm
 Head of Certification Body OEKO-TEX®

Boernheim, 2024-02-13

OEKO-TEX Service GmbH · Garfenerstrasse 23, CH-8002 Zurich 110

NOTICE

of 07th Annual General Meeting

NOTICE is hereby given that the 07th (Seventh) Annual General Meeting (“**AGM**”) of the Members of Mahickra Chemicals Limited (“**the Company**”) (CIN No. **L24304GJ2017PLC099781**) will be held on Saturday, 21st September, 2024 at 02:00 P.M. (IST) at the Corporate Office of the Company i.e. at Plot no.1201-1202, Phase-3, G.I.D.C., Vatva, Ahmedabad-382445, Gujarat, India to transact the following businesses:

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2024, Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto (“Financial Statement”) of the Company for the financial year ended 31st March, 2024 and the Reports of the Board of Directors and the Auditors thereon.**

To consider and if thought fit, to pass the following resolutions as **Ordinary Resolution**;

- “RESOLVED THAT** the Audited Standalone Financial Statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”
- “RESOLVED THAT** the Audited Consolidated Financial Statement of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”

- 2. To appoint Mr. Ashish Kumar Champaklal Gandhi (DIN: 02142344), who retires by rotation and being eligible, offers himself for re-appointment.**

To consider and if thought fit, to pass the following resolutions as **Ordinary Resolution**:

“RESOLVED THAT in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Mr. Ashish Kumar Champaklal Gandhi (DIN: 02142344), who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment, be and is hereby re-appointed as a Director of the Company.”

- 3. To appoint M/s. Piyush J Shah & Co., Chartered Accountants as Statutory Auditors of the Company for a first term of five years and to fix their remuneration:**

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

“RESOLVED THAT pursuant to the provisions of Section 139, 142 and any other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof) and pursuant to the recommendations of the Audit Committee and the Board of Directors of the Company, M/s. Piyush J Shah & Co., Chartered Accountants, having (Firm Registration No. 121172W), Ahmedabad, who have confirmed their willingness to be appointed as Auditors of the Company and also certified that if the appointment is made, it shall be in accordance



NOTICE

of 07th Annual General Meeting

with the conditions prescribed under Rule 4 of the Companies (Audit & Auditors) Rules, 2014, as well as satisfy the criteria provided in Section 141 of the Act, be and are hereby appointed as the Statutory Auditors of the Company to hold office for a term of 5 (five) consecutive years from the conclusion of this AGM till the conclusion of 12th AGM of the Company to be held in the calendar year 2029 at such remuneration as recommended by the Audit Committee and as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors from time to time.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do all such acts, deeds, matters and things as may be deemed proper, necessary, or expedient, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto and to settle all questions, difficulties or doubts that may arise in this regard at any stage without requiring the Board to secure any further consent or approval of the Members of the Company to the end and intent that the Members shall be deemed to have given their approval thereto expressly by the authority of this resolution.”

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Date: August 27, 2024
Place: Ahmedabad**

**Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva,
Ahmedabad – 382445, Gujarat, India**

NOTICE

of 07th Annual General Meeting

Notes

1. The Register of Members and Share Transfer Books of the Company will remain closed from **Saturday, 14th September, 2024 to Saturday, 21st September, 2024** (both days inclusive) for the purpose of annual general meeting.
2. IN TERMS OF SECTION 105 OF THE COMPANIES ACT, 2013 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND, ON A POLL, VOTE INSTEAD OF HIMSELF, SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding 50 [fifty] and holding in aggregate not more than ten (10) per cent of the total share capital of the Company. In case proxies proposed to be appointed by a Member holding more than ten (10) percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any such other person or shareholder.
3. In line with MCA Circulars and SEBI Circulars, the Annual Report for the financial year 2023-24 along with Notice of 07th Annual General Meeting (“AGM”) of the Company inter-alia indicating the process and manner of e-voting are being sent only by electronic mode to those members whose email IDs are registered with the Company/Depository Participant(s) for communication. Members may note that the aforesaid documents may also be downloaded from the Company’s website www.mahickra.com and the website of National Stock Exchange of India Limited In line with MCA Circulars, the Company has enabled a process for the limited purpose of receiving the AGM Notice and Annual Report (including remote e-voting instructions) electronically.
4. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
5. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed, and signed and stamped, not less than 48 hours before the commencement of the meeting. A Proxy Form is sent herewith. Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/authority, as applicable.
6. Members / proxies / authorized representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
7. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
8. The Company is concerned about the environment and utilizes natural resources in a sustainable way. We request you to update your email address with your Depository Participant to enable us to send you the financials and other communications electronically.
9. The relative explanatory statements pursuant to Section 102(1) of the Companies Act, 2013 in respect of the Special Business set out in the notice are annexed hereto.
10. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment, Rules 2015, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the

NOTICE

of 07th Annual General Meeting

electronic voting service facility arranged by “National Securities Depository Limited” (NSDL). The facility for voting through ballot paper will also be made available at the AGM and members attending the AGM, who have not already cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.

11. Members' voting rights shall be in proportion to his/her share of paid-up equity share capital of the Company.
12. In case of joint holders attending the meeting together, only whose name appearing first will be entitled to vote.
13. This notice is being sent to all the members at their registered e-mail IDs, whose names appear in the Register of Members / list of Beneficial Owners as received from National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL) on 23rd August, 2024. The Notice is also posted on the website of the Company i.e. **www.mahickra.com**.
14. Members desirous of asking any questions at the Annual General Meeting are requested to send in their questions so as to reach the Company registered office at least 5 days before the Annual General Meeting so that the same can be suitably replied to.
15. Members who have registered their e-mail id for the receipt of documents in electronic mode are being sent AGM Notice by e-mail. Members who have received AGM Notice by e-mail and wish to vote physically can do the same by remaining present in the meeting.
16. In terms of Section 152 of the Companies Act, 2013, Mr. Ashish Kumar Champaklal Gandhi (DIN: 02142344), Whole-Time Director of the Company, liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board of Directors of the Company recommends his re-appointment.
17. The members who did not exercise their vote by E-Voting shall have an option to cast their vote on poll that will be conducted at the AGM Venue. Further there shall not be any voting through Show of Hands.
18. The Company has appointed M/s. Nimit B Shah & Co, Chartered Accountants to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
19. The Scrutinizer shall, immediately after the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than three (3) days of conclusion of the meeting, a consolidated Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company, who shall counter-sign the same.
20. The results shall be declared at or after the Annual General Meeting of the Company. The results declared along with the Scrutinizer's Report shall be placed on the Company's website **www.mahickra.com** and on the website of National Securities Depository Limited immediately after the result is declared by the Chairman and communicated to National Stock Exchange of India Limited.
21. Electronic copy of the Notice of the 07th Annual General Meeting of the Company, inter alia, indicating the process of e-voting along as stated herein with Attendance Slip and Proxy

NOTICE

of 07th Annual General Meeting

Form is being sent to all the Members whose email IDs are registered with the Company/ DP(s) for communication purposes unless any member has requested for a physical copy of the same.

22. Members may also note that the Notice of the 07th Annual General Meeting and the Annual Report for F.Y. 2023-24 will also be available on the Company's website **www.mahickra.com**. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. For any communication related to this AGM or otherwise, the Members may also send requests to the Company's investor email: **cs@mahickra.com**.

23. SEBI has mandated the submission of Permanent Account number (PAN) by every participant in the securities market. Members are therefore requested to submit their PAN details to their Depository Participants.

The Instructions for Members for Remote E-Voting are as under:-

The remote e-voting period begins on **Wednesday, September 18, 2024 at 09:00 A.M. and ends on Friday, September 20, 2024 at 05:00 P.M.** The

remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. **Friday, September 13, 2024**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being **Friday, September 13, 2024**.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

NOTICE

of 07th Annual General Meeting

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
<p>Individual Shareholders holding securities in demat mode with NSDL.</p>	<ol style="list-style-type: none"> Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. 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 i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period. If you are 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 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. <div data-bbox="858 1697 1225 1921" style="border: 1px solid #ccc; padding: 10px; margin-top: 10px;"> <p style="text-align: center; color: #0070C0; font-weight: bold;">NSDL Mobile App is available on</p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">  </div> <div style="text-align: center;">  </div> </div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 10px;">   </div> </div>

NOTICE

of 07th Annual General Meeting

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

NOTICE

of 07th Annual General 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. NSDL and CDSL

Login type	Help desk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. 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.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at **<https://eservices.nsdl.com/>** with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

NOTICE

of 07th Annual General Meeting

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

NOTICE

of 07th Annual General Meeting

6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on **“Forgot User Details/Password?”**(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?”** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

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of 07th Annual General Meeting

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to **nimitshahca@gmail.com** with a copy marked to **evoting@nsdl.co.in**. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on **“Upload Board Resolution / Authority Letter”** displayed under **“e-Voting”** tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the **“Forgot User Details/Password?”** or **“Physical User Reset Password?”** option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of **www.evoting.nsdl.com** or call on : 022 - 4886 7000 and 022 - 2499 7000 or send a request to Hardik Thakkar at **evoting@nsdl.co.in**

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to (Company email id).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to (Company email id). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.**
3. Alternatively shareholder/members may send a request to **evoting@nsdl.co.in** for procuring user id and password for e-voting by providing above mentioned documents.



NOTICE

of 07th Annual General Meeting

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Date: August 27, 2024
Place: Ahmedabad**

**Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva,
Ahmedabad – 382445, Gujarat, India**

NOTICE

of 07th Annual General Meeting

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE ACT:

Item No. 3:

The Members of the Company at the 06th AGM held on August 29, 2024 approved the re-appointment of M/s. Singhi & Co., Chartered Accountants (Firm Registration No. 302049E), as the Statutory Auditors of the Company for a period of five years from the conclusion of the said AGM.

Based on the recommendation of the Audit Committee, the Board of Directors at its meeting held on December 15, 2023 had approved the appointment M/s. Piyush J Shah & Co., Chartered Accountants, having (Firm Registration No. 121172W), Ahmedabad as Statutory Auditors of the Company to fill the casual vacancy caused by resignation of M/s. Singhi & Co., Chartered Accountants, the erstwhile statutory auditors of the Company.

In line with the provisions of Section 139(8) of the Act, the members by way of passing Ordinary Resolution in their Extra-Ordinary General Meeting held on January 24, 2024 had appointed M/s. Piyush J Shah & Co., Chartered Accountants, having (Firm Registration No. 121172W), Ahmedabad, as the Statutory Auditors of the Company to hold office till the conclusion of 07th AGM, to be held in year 2024.

The Board of Directors of the Company, proposes the appointment of M/s. Piyush J Shah & Co., Chartered Accountants, having (Firm Registration No. 121172W), on the recommendation of Audit Committee, for a term of five years from the conclusion of this AGM till the conclusion of the 12th AGM of the Company to be held in the year 2029.

M/s. Piyush J Shah & Co., Chartered Accountants, have consented to the said appointment and confirmed that their appointment, if made, would be within the limits specified under Section 141(3)(g) of the Act.

They have further confirmed that they are not disqualified to be appointed as Statutory Auditors in terms of the provisions of the Section 139(1), Section 141(2) and Section 141(3) of the Act and the provisions of the Companies (Audit and Auditors) Rules, 2014 and the Chartered Accountants Act, 1949 and applicable Rules thereunder. Besides the Audit services, the Company would also obtain certifications which are to be received from the statutory auditors under various laws/regulations.

Pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (**“the SEBI Listing Regulations”**), the details are mentioned below for the information of Members

NOTICE

of 07th Annual General Meeting

<p>Proposed audit fee payable to Statutory Auditors</p>	<p>The fees proposed to be paid to M/s. Piyush J Shah & Co. towards the statutory audit and limited review for the financial year 2024-25 shall be Rs. 1.50/- lakh. The said proposed fees shall exclude certification fees, applicable taxes, reimbursements and other outlays. The remuneration for the subsequent year(s) of their term shall be mutually agreed upon between the Board of Directors of the Company and the Statutory Auditors in consultation with the Audit Committee from time to time.</p>
<p>Terms of appointment</p>	<p>Appointment as of M/s. Piyush J Shah & Co. as Statutory Auditors of the Company for a term of 5 years from the conclusion of the 07th Annual General Meeting till the conclusion of the 12th Annual General Meeting of the Company to be held in the year 2029.</p>
<p>In case of a new auditor, any material changes in the fees payable to such auditor from that paid to the outgoing auditor along with the rationale for such change:</p>	<p>There is no material changes in fee for the proposed statutory auditors. Outgoing statutory auditors were paid a statutory audit fees Rs. 1.50/- lakhs for the financial year 2022-23.</p>
<p>Basis of recommendation for appointment:</p>	<p>The Audit Committee and the Board of Directors based on the credentials of the firm and considering various parameters like Market standing of the firm, clientele served, technical knowledge, governance & competitiveness, requisite expertise, experience, and professionalism and recommended, asset size of the Company and eligibility criteria prescribed under the Companies Act, 2013, recommends and considered the appointment of M/s. Piyush J Shah & Co. to be best suited to be appointed as Statutory Auditors of the Company.</p>

NOTICE

of 07th Annual General Meeting

Credentials of the Statutory Auditors proposed to be appointed

M/s. Piyush J Shah & Co., Chartered Accountants, having (Firm Registration No. 121172W). It is a Chartered Accountancy firm based in Ahmedabad, Gujarat, providing comprehensive services in audit, taxation, corporate compliance, project finance, and business advisory, with a strong focus on SMEs and MSMEs across various industries. Led by seasoned professionals including Founder Piyush J. Shah, the firm is dedicated to delivering tailored financial solutions with a commitment to excellence, integrity, and professionalism. With expertise spanning sectors such as pharmaceuticals, IT, and real estate, the firm aims to be a trusted business advisor, adapting to the evolving needs of its clients.

None of the Directors / Key Managerial Personnel of the company and their relatives are concerned or interested, financially or otherwise, in the resolution set out at the Item No. 03 of the accompanying Notice of the AGM.

The Board recommends the Ordinary Resolution set out at Item No. 03 of the Notice for approval by the members.

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Date: August 27, 2024
Place: Ahmedabad**

**Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva,
Ahmedabad – 382445, Gujarat, India**

NOTICE

of 07th Annual General Meeting

ANNEXURE TO NOTICE

DETAILS OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE FORTHCOMING ANNUAL GENERAL MEETING:

(Pursuant To Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Name of Director	Ashish Kumar Gandhi
Directors Identification Number (DIN)	02142344
Date of Birth and Age	01/08/1972 and 52 years
Qualification	Bachelor of Engineering in Electrical Industry
Experience and Expertise	Mr. Ashishkumar C. Gandhi has obtained Bachelor Degree of Engineering in Electrical Engineering. He has en-rich knowledge and experience of Finance. He has been on the Board since 2017
Date of first Appointment on the Board of the Company	15 th November, 2017
Shareholding in the Company	Ashishkumar Gandhi: 17,85,623 Equity shares
	Ashishkumar Gandhi's HUF: 76,500 Equity shares
List of Directorship held in other companies	Director in RCN Specialities Private Limited
Membership / Chairmanship in Committees of otwher companies as on date	Nil
Relationships between Directors inter-se	Mr. Ashish Kumar Gandhi is brother of Mr. Mitesh Kumar Gandhi and Brother-In-Law of Mrs. Komal Gandhi

Directors' Report

To the Members of Mahickra Chemicals Limited,

The Board of Directors of Mahickra Chemicals Limited ("Mahickra or MCL") is pleased to present the Seventh Annual Report, along with the financial statements of the Company, for the financial year ended March 31, 2024. A brief summary of the Company's standalone and consolidated performance is given below:

COMPANY PERFORMANCE

Financial Results

The Audited Financial Statements of your Company as of March 31, 2024 have been prepared in accordance with the relevant applicable Accounting Standards, Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), and the applicable of the Companies Act, 2013 ("Act").

(Amount in Lakhs)

Particulars	Standalone		Consolidated	
	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2024	Year ended March 31, 2023
Revenue from Operations	7191.68	10303.38	7191.68	10303.38
Other Income	227.12	371.39	227.12	371.39
Total Revenue	7410.00	10674.77	7410.00	10674.77
Earnings Before Interest, Depreciation and Amortization Expense and Taxes	294.14	606.04	294.14	606.04
Less:- A) Finance Cost	116.38	89.18	116.38	89.18
Less:- B) Depreciation and Amortization Expense	27.57	55.44	27.57	55.44
Profit / (Loss) before Extra Ordinary Items and tax	150.27	456.02	150.27	456.02
Add/(Less): Extra-Ordinary Item	-	-	-	-
Profit/(Loss) after Extra Ordinary Items and before tax	150.27	456.02	150.27	456.02
Total Tax Expense	42.83	127.79	42.84	127.79
Share of Associate's Profit	-	-	(0.11)	0.45
Profit / (Loss) After Tax	107.44	328.23	107.32	328.68
Earnings Per Share Basic / Diluted (Amount in Rs.)	1.32	4.04	1.32	4.05

Performance Review & State of Company's Affairs:

In FY 2023–24, the reactive dye industry faced significant challenges due to erratic monsoons, high-cost raw material inventory, and fluctuating raw material prices. These factors led to slow inventory liquidation and unfavorable market conditions, both domestically and internationally. Geopolitical issues like the Russia-

Directors' Report

Ukraine conflict and high logistics costs further impacted the industry. Low demand, high costs, and working capital pressures created a challenging and volatile business environment throughout the year. The industry had to adapt quickly to survive and thrive.

- **Standalone:**

During the year under review, the Revenue from operations decreased to Rs. 7191.68 lakhs in FY 2023-24 from 10,303.38 lakhs in FY 2022-23. The company was impacted by sluggish demand and lower product price realization across markets. The Profit After Tax (PAT) attributable to the shareholders in FY 2023-24 was Rs. 107.44 lakhs against Rs. 328.23 lakhs in FY 2022-23. The challenging market conditions, including lower demand and price pressures, were key factors that impacted the company's profitability during the year.

- **Consolidated:**

Pursuant to the provisions of Section 129 and 134 of the Act read with Rules framed there under and pursuant to Regulation 33 of Listing Regulations, your Company has prepared consolidated financial statements of the Company and its Associate i.e. RCN Specialities Private Limited (CIN: U24290GJ2022PTC131058).

During the year under review, the Revenue from operations decreased to Rs. 7191.68 lakhs in FY 2023-24 from 10,303.38 lakhs in FY 2022-23. The Profit After Tax (PAT) attributable to the shareholders in FY 2023-24 was Rs. 107.32 lakhs against Rs. 328.68 lakhs in FY 2022-23.

The above data has been extracted from the Audited Standalone and Consolidated Financial Statements prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section

133 of the Act and the relevant provisions of the Act, as applicable.

Your directors are hopeful that the performance of the Company will further improve in the coming years.

DETAILS OF SUBSIDIARY/ JOINT VENTURE/ ASSOCIATE COMPANIES

During the year under review, your company continued to benefit from its 45% stake in RCN Specialities Private Limited, acquired in April 2022. This strategic acquisition has solidified RCN Specialities as an associate company of Mahickra, enabling both entities to capitalize on shared resources and expertise. The ongoing collaboration has strengthened Mahickra's presence in the specialty chemicals market, fostering continued mutual growth and expanding market reach. This partnership continues to drive innovation and operational efficiency, reinforcing Mahickra's strategic objectives and market leadership.

CHANGE IN NATURE OF BUSINESS

During the financial year ended March 31, 2024, there has been no change in the Company's nature of business.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3)(J) OF THE COMPANIES ACT, 2013

The Board of Directors of the Company has decided not to transfer any amount to the Reserves for the year under review.

LOANS, GUARANTEES AND INVESTMENTS

Details of loans and guarantees given, investments made and securities provided, if any, as covered under the provisions of Section 186 of the Act are disclosed in the notes to the financial statements.

Directors' Report

MANAGEMENT DISCUSSION & ANALYSIS

A detailed review of the operations, performance and future prospects of the Company and its businesses is given in the Management Discussion and Analysis Report, which forms part of this Report as Annexure - D.

SHARE CAPITAL STRUCTURE OF THE COMPANY

During the year under review, there has been no change in the Capital Structure of the Company.

a) Authorized Capital:

Rs. 11,00,00,000/- (Rupees Eleven Crore Only) divided into 11,00,000 (Eleven Lakhs) Equity Shares of Rupees 10 /- each.

b) Issued Capital, Subscribed and Paid-up Capital:

Rs. 8,12,21,600/- (Rupees Eight Crore Twelve Lakhs Twenty-One Thousand Six Hundred Only) divided into 81,22,160 (Eighty-One Lakh Twenty-Two Thousand One Hundred Sixty) Equity Shares of Rupees 10 /- each.

DIVIDEND

During the year, the company has declared and paid an Interim Dividend of Rs. 0.30/- per equity share having face value of Rs. 10/- each for the financial year 2023-24 at a total payout of Rs. 24.36 Lakhs out of the profits of the company. The decision to declare an interim dividend reflects the Company's commitment to rewarding its shareholders for their continued support and confidence in the business. Given the distribution of this interim dividend, the Directors have decided not to recommend any final dividend for the year, considering that the interim payout adequately reflects the Company's financial achievements and its strategy to balance shareholder returns with reinvestment for future growth.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

During the year under, the Company was not required to transfer the equity shares/unclaimed dividend to Investor Education and Protection Fund (IEPF) pursuant to provisions of Section 124 and 125 of the Act.

The details of unpaid / unclaimed dividend is as under:

Sr. No.	Financial Year	Date of Declaration of Dividend	Dividend per Equity Share (in Rs.)	Due date for transfer unclaimed / unpaid amount to IEPF	Unclaimed Amount as on March 31, 2024 (After TDS deduction)
1.	2022-23	February 23, 2023	0.65/-	March 22, 2030	24,710
2.	2023-24	December 15, 2023	0.30/-	January 14, 2031	11,404

Directors' Report

DIRECTORS' STATEMENT

In pursuance to the provisions of Section 134(3)(c) of the Act, Directors of the Company, to the best of their knowledge and belief with respect to FY 2023-24, state that:

- RESPONSIBILITY**
- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
 - b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit 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;
 - 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; and
 - 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.

BOARD OF DIRECTORS, BOARD & COMMITTEE MEETINGS AND KEY MANAGERIAL PERSONNEL

• BOARD COMPOSITION

With the right balance of independent, executive, and non-executive members, the board of the company is well-balanced and capable of making independent decisions on matters of performance and strategy. It also plays an indispensable part in board proceedings. The company's board of directors is made up of distinguished people with years of experience and knowledge in their respective industries from a variety of backgrounds. The board possesses 6 (six) directors as of March 31, 2024, 3 (three) of whom act as executive directors, 3 (three) are non-executive and independent directors. The maximum tenure of the independent directors is in compliance with the Act.

None of the directors on the board holds the directorship in more than 20 (twenty) companies and out of them none of the directors holds the directorship in more than 10 (ten) public companies at a time, pursuant to Regulation 165 of the Act.

Directors' Report

The table below gives the composition of the Board and the directorships held by each of the directors of the Company at the end of Financial Year 2023-24:

Name of Director	Category	Date of Appointment	Number of Shares held in the Company
Mr. Miteshkumar C. Gandhi Managing Director (DIN: 02142361)	Promoter Executive	13/11/2017	7,17,028
Mr. Ashishkumar C. Gandhi Whole-Time Director (DIN: 02142344)	Promoter Executive	13/11/2017	17,85,623
Mrs. Komal M. Gandhi Whole-Time Director (DIN: 02137805)	Promoter Executive	13/11/2017	9,56,113
Mr. Dhanik J. Mehta ^(^) Director (DIN: 08028156)	Non-Executive (Independent)	18/12/2017	-
Mr. Akhil Shah Sarabhai ^(m) Director (DIN: 08026138)	Non-Executive (Independent)	18/12/2017	-
Mrs. Amisha Fenil Shah Director (DIN: 09411332)	Non-Executive (Independent)	11/07/2022	-
Mrs. Basari Mehta ^(\$) Director (DIN: 10197176)	Non-Executive (Independent)	15/07/2023	-
Mr. Niren Desai ^(§) Director (DIN: 10192300)	Non-Executive (Independent)	15/07/2023	-

^(m) Mr. Akhil Shah Sarabhai had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023.

^(^) Mr. Dhanik Jayeshbhai Mehta had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023.

^(§) Mrs. Basari Mehta and Mr. Niren Desai has been appointed as an Additional Director in the category of Non-Executive and Independent Director of the Company at the Board Meeting held on July 15, 2023. Subsequently, in the 06th Annual General Meeting of the Company, members have approved their appointment and regularize by way of passing special resolution.

As on March 31, 2024, none of the Directors of the Company were related to each other except Mr. Miteshkumar Gandhi, Managing Director, Mr. Ashishkumar Gandhi, Whole-Time Director and Mrs. Komal Gandhi, Whole-Time Director who are related to each other as per the provisions of the Act.

• MEETINGS OF THE BOARD OF DIRECTORS

During the financial year ended March 31, 2024, 9 (Nine) meetings of Board of Directors of the Company.

Directors' Report

The intervening gap between the Meetings was within the period prescribed under the Act.

The following meetings of the Board of Directors were held during the financial year ended March 31, 2024:

Sr. No.	Date of Board Meeting	Name of Directors							
		Mitesh Kumar Gandhi	Ashish Kumar Gandhi	Komal Mitesh Kumar Gandhi	Dhanik Mehta (*)	Akhil Shah (#)	Amisha Fenil Shah	Basari Mehta (\$)	Niren Desai (\$)
1.	29/04/2023	Yes	Yes	Yes	Yes	Yes	Yes		
2.	15/05/2023	Yes	Yes	Yes	Yes	No	Yes		
3.	24/06/2023	Yes	Yes	Yes	Yes	No	Yes		
4.	15/07/2023	Yes	Yes	Yes			Yes		
5.	15/09/2023	Yes	Yes	Yes			Yes	Yes	Yes
6.	15/11/2023	Yes	Yes	Yes			Yes	Yes	Yes
7.	15/12/2023	Yes	Yes	Yes			Yes	Yes	Yes
8.	28/12/2023	Yes	Yes	Yes			Yes	Yes	Yes
9.	15/02/2024	Yes	Yes	Yes			Yes	Yes	Yes

(#) Mr. Akhil Shah Sarabhai had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023.

(*) Mr. Dhanik Jayeshbhai Mehta had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023.

(§) Mrs. Basari Mehta and Mr. Niren Desai has been appointed as an Additional Director in the category of Non-Executive and Independent Director of the Company at the Board Meeting held on July 15, 2023. Subsequently, in the 06th Annual General Meeting of the Company, members have approved their appointment and regularize by way of passing special resolution.

• CHANGE IN DIRECTORS

During the year under review,

- Mr. Akhil Sarabhai Shah (DIN: 08026138) has tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023 due to his ailing health condition. He further confirmed that there is no other material reason other than stated herein, pursuant to Regulation 30 of the Listing Regulations read with clause 7B of Part A of Schedule III of the Listing Regulations and the same had intimated to Exchange as well. The Board has accepted resignation of the same at their meeting held on July 15, 2023.
- Mr. Dhanik Jayeshbhai Mehta (DIN: 08028156) has tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023 due to pre-occupation of his work and other professional commitments. He further confirmed that there is no other material reason other than stated herein, pursuant to Regulation 30 of the Listing Regulations read with clause 7B of Part A of Schedule III of the Listing Regulations and the same had intimated to Exchange as well. The Board has accepted resignation of the same at their meeting held on July 15, 2023.

Directors' Report

- c) Based on the recommendation of the Nomination and Remuneration Committee and Board of Directors, Mr. Miteshkumar C. Gandhi (DIN: 02142361) was re-appointed as a Managing Director for a period of 3 years effective December 20, 2023 at the 06th Annual General Meeting held on August 29, 2023 by way of a Special Resolution.
- d) Based on the recommendation of the Nomination and Remuneration Committee and Board of Directors, Mr. Ashishkumar C. Gandhi (DIN: 02142344) was re-appointed as a Whole-Time Director for a period of 3 years effective December 20, 2023 at the 06th Annual General Meeting held on August 29, 2023 by way of a Special Resolution.
- e) Based on the recommendation of the Nomination and Remuneration Committee and Board of Directors, Mrs. Komal M. Gandhi (DIN: 02137805) was re-appointed as a Whole-Time Director for a period of 3 years effective December 20, 2023 at the 06th Annual General Meeting held on August 29, 2023 by way of a Special Resolution.
- f) Based on the recommendation of the Nomination and Remuneration Committee and Board of Directors, Mr. Niren Desai (DIN: 10192300) was appointed as a Non-Executive and Independent Director for a period of 5 years effective July 15, 2023 up to July 14, 2028 at the 06th Annual General Meeting held on August 29, 2023 by way of a Special Resolution.
- g) Based on the recommendation of the Nomination and Remuneration Committee and Board of Directors, Mrs. Basari Mehta (DIN: 10197176) was appointed as a Non-Executive and Independent Director for a period of 5 years effective July 15, 2023 up to July 14, 2028 at the 06th Annual General Meeting held on August 29, 2023 by way of a Special Resolution.

During the year under review, the Non-Executive Directors of the Company had no material pecuniary relationship or transactions with the Company, other than sitting fees for the purpose of attending meetings of the Board / Committee of the Company.

• RETIREMENT BY ROTATION

As per the provisions of Section 152 of the Act read with Rules made thereunder and as per the Articles of Association of the Company, and based on the recommendations of the Nomination and Remuneration Committee and Board Mr. Ashishkumar C. Gandhi (DIN: 02142344) Whole-Time Director of the Company retires by rotation and being eligible, offers himself for re-appointment. A resolution seeking members' approval for his re-appointment forms part of Notice of the 07th Annual General Meeting.

• DECLARATION OF INDEPENDENCE BY INDEPENDENT DIRECTORS

In accordance with Section 149(6) of the Act, its implementing regulations, and Regulation 16(1)(b) of the SEBI Listing Regulations, 2015, the Independent Directors have signed declarations attesting to their compliance with the independence requirements.

The Independent Directors have also confirmed that they have complied with the Code for Independent Directors prescribed in Schedule IV of the Companies Act, 2013. There has been no change in the circumstances affecting their status of Independent Directors of the Company. The Independent Directors have also given declaration of compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended from time to time, with respect to their name appearing in the data bank of Independent Directors maintained by The Indian Institute of Corporate Affairs and that they are exempt / have cleared the Online Proficiency Assessment Test, as applicable.

Directors' Report

In the opinion of the Board, all Independent Directors possess requisite qualifications, expertise, experience (including the proficiency) and hold high standards of integrity required to discharge their duties with an objective independent judgment and without any external influence.

• DISQUALIFICATIONS OF DIRECTORS

In compliance with Section 164(2) of the Act and the Companies (Appointment and Qualification of Directors) Rules, 2014, the Company received Form DIR-8 from each and every Director during the financial year 2023–2024 that is being reviewed. This form certifies that none of the Directors of your Company is disqualified to hold office as a director under the provisions of Section 164(2) of the Act, nor are they barred from holding the office of a director by any order of the SEBI or any such authority in accordance with SEBI letter dated June 14, 2018, and NSE circular dated June 20, 2018 on the subject “Enforcement of SEBI orders regarding appointment of Directors by Listed Companies.”

In accordance with the requirements of several Act provisions, the company's directors have disclosed all relevant information.

• KEY MANAGERIAL PERSONNEL

In accordance with the Pursuant to provisions of Sections 2(51) and 203 of Act read with Rule 8 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, the following persons are to be Key Managerial Personnel of the company;

- Mr. Mitesh Kumar Champaklal Gandhi, Chairman and Managing Director
- Mr. Ashish Kumar Champaklal Gandhi, Whole-Time Director
- Mrs. Komal Mitesh Kumar Gandhi, Whole-Time Director
- Mr. Kalusinh Chauhan, Chief Financial Officer

- Ms. Sona Bachani, Company Secretary

During the year under review, there is no other change in the Key Managerial personnel of the Company.

• MEETING OF INDEPENDENT DIRECTORS

During the year under review, the Independent Directors met on February 15, 2024. inter alia, to discuss:

- Review of the performance of the Non-Independent Directors and the Board of Directors as a whole.
- Review the performance of the Chairman of the Company, taking into the account of the views of the Executive and Non- Executive Directors.
- Assess the quality, content and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present in the meeting.

• FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTOR

Your company has put in place a rigorous familiarization program for independent directors in an effort to give them the information, exposure, and understanding they need to carry out their duties well. The program includes thorough deployment, regular industry trend updates, site visits, pertinent training programs, information access, and frequent interactions with senior management. We work to cultivate an enlightened and involved Board that supports efficient governance and value creation by actively engaging independent directors and providing them with the necessary resources.

• COMMITTEES OF THE BOARD

The Board receives regular communication regarding

Directors' Report

policy-related issues as well as other pertinent and important information. Your board currently has three (3) committees, namely the Audit Committee, the Nomination and Remuneration Committee, and the Stakeholder Relationship Committee, to look into various aspects for which they have been established in order to provide better corporate governance and transparency. The terms of reference of these committees are in line with Act.

1. AUDIT COMMITTEE

The Audit Committee of the Board of Directors was constituted with the requirement of the Section 177 of the Act and Regulation 18 of Listing Regulations.

During the year under review, seven meetings of the Audit Committee were held i.e. on May 15 2023, July 13 2023, September 15 2023, November 15 2023, December 15 2023, February 15 2024. The intervening gap between two meetings did not exceed one hundred and twenty days.

The details of the Audit Committee meetings attended by its members during FY 2023-24 are given below:

Sr. No.	Name of Director	Category / Nature of Directorship	Number of Meetings held during the FY 2023-24		Percentage of attendance
			Held	Attended	
1.	Mrs. Basari Mehta(#)	Chairperson, Non Executive Independent Director	6	4	66.67%
2.	Mr. Niren Desai(#)	Member, Non Executive Independent Director	6	4	66.67%
3.	Mrs. Amisha Shah	Member, Non Executive Independent Director	6	6	100%
4.	Mr. Dhanik Mehta(@)	Chairman, Non Executive Independent Director	6	2	33.33%
5.	Mr. Akhil Sarabhai(\$)	Member, Non Executive Independent Director	6	2	33.33%

^(§) Mr. Akhil Shah Sarabhai had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023.

^(@) Mr. Dhanik Jayeshbhai Mehta had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023.

^(#) Mrs. Basari Mehta and Mr. Niren Desai has been appointed as an Additional Director in the category of Non-Executive and Independent Director of the Company at the Board Meeting held on July 15, 2023. Subsequently, in the 06th Annual General Meeting of the Company, members have approved their appointment and regularize by way of passing special resolution.

2. NOMINATION AND REMUNERATION COMMITTEE

The Company has constituted a Nomination and Remuneration Committee pursuant to the provisions of Regulation 19 of Listing Regulations and Section 178 of the Act.

Directors' Report

During the year under review, five meetings of the Nomination and Remuneration Committee were held i.e. on July 13 2023 and December 28 2023.

The details of the Nomination and Remuneration Committee meetings attended by its members during FY 2023-24 are given below:

Sr. No.	Name of Director	Category / Nature of Directorship	Number of Meetings held during the FY 2023-24		Percentage of attendance
			Held	Attended	
1.	Mrs. Basari Mehta(#)	Chairperson, Non Executive Independent Director	2	1	50%
2.	Mr. Niren Desai(#)	Member, Non Executive Independent Director	2	1	50%
3.	Mrs. Amisha Shah	Member, Non Executive Independent Director	2	2	100%
4.	Mr. Dhanik Mehta(@)	Chairman, Non Executive Independent Director	2	1	50%
5.	Mr. Akhil Sarabhai(\$)	Member, Non Executive Independent Director	2	1	50%

^(§) Mr. Akhil Shah Sarabhai had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023.

^(@) Mr. Dhanik Jayeshbhai Mehta had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023.

^(#) Mrs. Basari Mehta and Mr. Niren Desai has been appointed as an Additional Director in the category of Non-Executive and Independent Director of the Company at the Board Meeting held on July 15, 2023. Subsequently, in the 06th Annual General Meeting of the Company, members have approved their appointment and regularize by way of passing special resolution.

The committee was further reconstituted with effect from July 15, 2023.

The Company Secretary of the Company acts as Secretary of the Committee.

3. STAKEHOLDERS RELATIONSHIP COMMITTEE

The Company has constituted a Stakeholders Relationship Committee pursuant to the provisions of Regulation 20 of Listing Regulations and Section 178(3) of the Act.

During the year under review, one meeting of the Stakeholders Relationship Committee was held i.e. on November 15 2023.

The details of the Stakeholder Relationship Committee Meeting attended by its members during FY 2023-24 are given below:

Directors' Report

Sr. No.	Name of Director	Category / Nature of Directorship	Number of Meetings held during the FY 2023-24		Percentage of attendance
			Held	Attended	
1.	Mrs. Basari Mehta(#)	Chairperson, Non Executive Independent Director	1	1	100%
2.	Mr. Niren Desai(#)	Member, Non Executive Independent Director	1	1	100%
3.	Mrs. Amisha Shah	Member, Non Executive Independent Director	1	1	100%
4.	Mr. Dhanik Mehta(@)	Chairman, Non Executive Independent Director	1	0	0%
5.	Mr. Akhil Sarabhai(\$)	Member, Non Executive Independent Director	1	0	0%

^(§) Mr. Akhil Shah Sarabhai had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 14, 2023.

^(@) Mr. Dhanik Jayeshbhai Mehta had tendered his resignation from the position of Non-Executive and Independent Director of the Company with effect from July 15, 2023.

^(#) Mrs. Basari Mehta and Mr. Niren Desai has been appointed as an Additional Director in the category of Non-Executive and Independent Director of the Company at the Board Meeting held on July 15, 2023. Subsequently, in the 06th Annual General Meeting of the Company, members have approved their appointment and regularize by way of passing special resolution.

The committee was further reconstituted with effect from July 15, 2023.

The Company Secretary of the Company acts as Secretary of the Committee.

During the year under review, the Company has not received any investor complaints from its shareholders.

CORPORATE GOVERNANCE

In line with Regulation 15(2) of the Listing Regulations, the provisions of Corporate Governance shall not apply in respect of the following class of the Companies:

- Listed entity having paid up equity share capital not exceeding Rs. 10 Crore and Net worth not exceeding Rs. 25 Crore, as on the last day of the previous financial year;
- Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it does not form the part of the Annual Report for the financial year 2023-24.

EXTRA-ORDINARY GENERAL MEETING

During the year under review, your company has conducted Extra-Ordinary General Meeting ('EOGM') to fill vacancy caused due to resignation of Statutory Auditor of the Company. The said EOGM was held on January 24, 2024.

Directors' Report

POSTAL BALLOT

During the financial year ended March 31, 2024, there are no special resolution was required to be put through postal ballot.

DISCLOSURE UNDER RULE-5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION) RULES, 2014

Disclosure required under Section 197(12) of the Act read with Rule-5 of the Companies (Appointment and Remuneration) Rules, 2014 have been annexed as Annexure-B. No employee of the Company was in receipt of the remuneration exceeding the limits prescribed under Rule 5 (2) and (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, hence, not applicable to the Company.

EXTRACT OF ANNUAL RETURN

In compliance with Section 92(3) and 134(3)(a) of the Act, Annual Return is uploaded on Company's website and can be accessed at www.mahickra.com

AUDITORS:

• STATUTORY AUDITOR

M/s. Singhi & Co, Chartered Accountants (Firm Registration No. 302049E) resigned causing a casual vacancy as Statutory Auditor of the Company w.e.f. December 06, 2023.

Based on the recommendation of the Audit Committee and Board and in accordance with Section 139(8) of the Act, your company appointed M/s. Piyush J. Shah & Co., Chartered Accountants (FRN: 121172W), Ahmedabad as the Statutory Auditors of the Company for the Financial Year 2023–24. This was done to fill the casual vacancy caused

by the resignation of the statutory auditor and to hold office until the ensuing Annual General Meeting ('AGM'). During the Extraordinary General Meeting on January 24, 2024, the members approved the aforementioned appointment.

In pursuance of the recommendation received from Audit Committee of the Company, the Board has approved appointment of M/s. Piyush J. Shah & Co., Chartered Accountants (FRN: 121172W), Ahmedabad as the Statutory Auditors of the Company for a period of 5 years from conclusion of ensuing AGM to conclusion of AGM to be held in calendar year 2029 subject to approval of members at the ensuing AGM.

As per the provisions of Section 139 of the Act, they have given their consent for the appointment and confirmed that the appointment, if made, would be in accordance with the conditions as prescribed under the Act and applicable Rules. The Statutory Auditors have confirmed that they are not disqualified to continue as Statutory Auditors and are eligible to hold office as Statutory Auditors of your Company.

The Notes to the financial statements referred in the Auditors' Report are self-explanatory. The Auditors' Report is enclosed with the financial statements forming part of this Annual Report.

• SECRETARIAL AUDITOR

Mr. Nayan P. Pitroda, a Practicing Company Secretary, (ACS No. 58743, C. P. No. 23912) Ahmedabad, was appointed as the Secretarial Auditor of the Company for FY 2023-24 as per Section 204 of the Act, and rules made thereunder.

The Secretarial Audit Report submitted in the prescribed form MR - 3 is attached as Annexure - C and forms part of this report. The Secretarial Audit Report contain qualifications, reservations, adverse remarks or disclaimer which is as under.

Directors' Report

EXPLANATIONS OR COMMENTS BY BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE:

Audit Qualification: Regulation 29 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as the Company has not uploaded on Stock Exchange Website the Prior Intimation of the Board Meeting held on 15th November, 2023 which was held for Approval of Un-Audited Financial Results of the Company for the half year ended September 30, 2023.

Reply by Management for above qualification raised by Auditor: "The Board Meeting scheduled for 13/11/2023 was not held due to the unavailability of Directors and the lack of quorum. As a result, the Board has decided to reschedule the meeting. Given the urgency and the current situation, the Board has decided to hold the rescheduled meeting of the Board of Directors on Wednesday, November 15, 2023."

• INTERNAL AUDITOR

During the year under review, M/s. Piyush J. Shah & Co., Chartered Accountants (FRN: 121172W), Ahmedabad had tendered their resignation from the position of Internal Auditors of the Company w.e.f. December 12, 2023. The Board took note and accepted their resignation in their meeting held on December 15, 2023.

Pursuant to Section 138 and other applicable provisions, if any, of the Act, pursuant to the recommendation of the Audit Committee of the Company, the Board of Directors has approved the appointment of M/s Ashish Sheth & Associates, Chartered Accountants, Ahmedabad, having Firm Registration Number 146184W as the Internal Auditors of the Company for the Financial Year 2023-24.

The Internal Auditors report their findings on the internal audit of the Company, to the Audit Committee on a periodic basis. The scope of internal audit is approved by the Audit Committee.

DISCLOSURE, AS TO WHETHER MAINTENANCE OF COST RECORDS:

The Board of Directors not appointed Cost Auditor owing to non-applicability to appoint Cost Auditor in your Company specified by the Central Government under sub-section (1) of section 148 of the Act, is required by the Company and accordingly such accounts and records are not made and maintained.

REPORTING OF FRAUD

In pursuance to the provisions of Section 143(12) of the Act, the Statutory Auditors had not reported any incident of frauds (other than those which are reportable to the Central Government) to the Board of Directors of the Company during the financial year under review.

INTERNAL FINANCIAL CONTROLS & THEIR ADEQUACY

Internal governance structures, which offer checks and balances, have been formally established by your company and include policies, procedures, and guidelines. Internal controls have been maintained by the company in a proper and sufficient manner. In terms of the efficacy and effectiveness of operations, the trustworthiness of financial controls, and adherence to relevant laws and regulations, the system is intended to offer a reasonable level of assurance. When it comes to making financial decisions, the organization is well-structured, and the policy guidelines are clearly defined and well-documented. The overall control mechanism for ensuring that the necessary information related to all operations is reported and is accurate includes

Directors' Report

structured management information and reporting systems as well as an extensive budgetary control process for all major operational activities.

In order to promote an independent mindset, the company has hired a group of qualified professionals known as internal auditors. These auditors receive proper support from the finance department and carry out operational and system audits in accordance with an audit plan that has been approved by the Audit Committee. As part of their duties, internal auditors evaluate and assess the sufficiency and effectiveness of internal control measures as well as their adherence to policies, plans, and legal requirements. At Audit Committee meetings, the internal audit reports are examined, and management starts taking appropriate action on the recommendations. The Audit Committee also interacts with Internal Auditors and Statutory Auditors of the Company to ensure compliance of various observations made during the conduct of audits and adequacy of various controls.

COMPLIANCE WITH SECRETARIAL STANDARDS

During the year under review, the company has complied with the provisions of Secretarial Standards issued by Institute of Company Secretaries of India.

DEPOSITS

During the year under review, The Company has not accepted any deposit any deposit from the public / members pursuant to Section 73 and Section 76 of the Act read with the Companies (Acceptance of Deposits) Rules, 2014, as amended from time to time, and hence as on March 31, 2024, there are no deposits outstanding, except as required statutorily and which have been unclaimed at the end of the year under review.

RELATED PARTY TRANSACTIONS

All Related Party transactions entered by the

Company during the financial year 2023-24 with related parties were in compliance with applicable provisions of the Act and the Policy on Related Party Transactions and were entered with the approval of Audit Committee and Board, as and when applicable. All the related party transactions were entered into during the financial year were on arm's length basis. The Related Party Transaction policy is placed on the Company's website i.e. www.mahickra.com. There are no materially significant related party transactions made by the Company with the Promoters, Directors, Key Managerial Personnel, or other designated persons which may have potential conflict with the interest of the Company at large. Accordingly, the disclosure of related party transactions as required under Section 134(3)(h) of the Act in Form AOC-2 is not applicable to the Company for financial year 2023-24 and hence does not form part of this report.

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

There was no application made and proceeding initiated / pending under the Insolvency and Bankruptcy Code, 2016, by any Financial and/or Operational Creditors against your Company during the year under review. As on the date of this report, there is no application or proceeding pending against your Company under the Insolvency and Bankruptcy Code, 2016.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF

Directors' Report

It is not applicable to the Company during the year under review, as there exist no Loans/Borrowing from any Bank, Financial Institution, etc. in any form or nature.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments, affecting the financial position of the Company which have occurred between the financial year of the Company to which the financial statements relate and the date of signing of this report.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

During the year under review, there are no significant and material orders passed by the regulators/courts or tribunals that could impact the going concern status and operations of the Company in future.

CORPORATE SOCIAL RESPONSIBILITY ('CSR')

The provisions of the Corporate Social Responsibility as contained under section 135 of the Act are not applicable on the Company.

COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Nomination and Remuneration Policy was developed by the Board of Directors of your Company in order to ensure compliance with Section 178 of the Act, as well as any other applicable laws.

The Company's policy on Directors' appointment and remuneration and other matters as provided in Section 178(3) of the Act is available on the website of the Company at and has been displayed on website www.mahickra.com.

ANNUAL EVALUATION OF BOARD PERFORMANCE AND PERFORMANCE OF ITS COMMITTEES AND OF INDIVIDUAL DIRECTORS

Pursuant to the provisions of the Act and Listing Regulations, at a separate Board meeting, the performance of the Board, its committee(s), and individual Directors was also discussed. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated. The Directors were satisfied with the evaluation results, which reflected the overall commitment and sense of duty

In a separate meeting of independent directors, performance of non-independent directors, performance of the Board as a whole, performance of the Committee(s) of the Board and performance of the Chairman was evaluated, taking into account the views of Executive Directors and Non-Executive Directors.

PROHIBITION OF INSIDER TRADING

In terms of the provisions of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as amended ("SEBI PIT Regulations"), the Company has adopted the revised "Code of Conduct to Regulate, Monitor and Report Trading by Insiders" ("the Code"). The Code is applicable to promoters, all directors, designated persons and connected persons and their immediate relatives, who are expected to have access to unpublished price sensitive information relating to the Company. The Company has also formulated a 'Code of Practices and Procedures for Fair Disclosure of

Directors' Report

Unpublished Price Sensitive Information (UPSI)' in compliance with the PIT Regulations. The Code covers Company's obligation to maintain a digital database, mechanism for prevention of insider trading and handling of UPSI, and the process to familiarize with the sensitivity of UPSI.

RISK MANAGEMENT

The process of identifying, evaluating, and prioritizing risks is known as risk management. This is preceded by coherent initiatives aimed at minimizing, oversee, and ameliorate (or control) the probability and/or impact of unfortunate events or to maximize opportunities for achievement. The Company has established a thorough risk assessment and minimization process, which is periodically reviewed by the Board. These processes are examined to make sure executive management effectively manages risk using a strictly delineated framework. The company has identified the major risks, and processes and measures for mitigating those risks have been developed in areas like business, project execution, events, financial, human, environmental, and statutory compliance.

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

Your Company has always believed in providing a safe and harassment free workplace for every women employee working with your Company. Your Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

Your Company has a zero tolerance for sexual harassment at workplace and, therefore, has in place a policy on prevention of sexual harassment at workplace. The said policy is in line with the provisions of the Sexual Harassment of Women at Workplace

(Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. There was no complaint outstanding / received from any employee during the financial year 2023-24 and hence, no complaint is pending as on March 31, 2024 for redressal.

VIGIL MECHANISM/ WHISTLE BLOWER POLICY

In compliance with the provision of Section 177 of the Act read with Regulation 22 of the Listing Regulations, your company has implemented a whistleblower policy and created the necessary vigil mechanism for directors and employees to enable the reporting of sincere concerns about improper or unethical behavior without fear of vengeance.

Your company's vigil mechanism offers sufficient protections against victimization of directors and employees who use it, as well as, in exceptional circumstances, direct access to the chairman of the audit committee. Access to the Chairperson of the Audit Committee has never been denied to anyone. The vigil mechanism / whistle blower policy is available on the Company's website of your company i.e. at www.mahickra.com.

During the year under review, no complaint was received from a whistleblower.

HEALTH, SAFETY AND ENVIRONMENT PROTECTION

Your Company's Health and Safety Policy commits to comply with applicable legal and other requirements connected with occupational Health, Safety and Environment matters and provide a healthy and safe work environment to all employees of the Company.

WEBSITE

In compliance with Regulation 46 of Listing Regulations, your company maintains a fully functional

Directors' Report

website with the domain name www.mahickra.com. The website serves as a comprehensive source of basic information about our company.

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 Act read with Rule 8(3) of The Companies (Accounts) Rules, 2014, is attached as Annexure – A to this Report.

GREEN INITIATIVES

The Notice of the AGM and the Annual Report 2023–24 is being sent only electronically to Members whose email addresses are registered with the company or depositories in accordance with Regulation 36 of the Listing Regulations. Members may take note that the Notice and Annual Report for 2023–2024 will also be accessible at the website of the Company i.e. www.mahickra.com.

CAUTIONARY STATEMENT

The annual report including those which relate to the directors' report, management discussion and analysis report may contain certain statements on the Company's intent expectations or forecasts that appear to be forward-looking within the meaning of applicable securities laws and regulations while actual outcomes may differ materially from what is expressed herein.

APPRECIATION AND ACKNOWLEDGEMENT

The Directors thank the Company's employees, customers, vendors, investors and business partners for their continuous support. The Directors also thank the Government of India, Governments of various states in India, Governments of various countries and concerned Government departments and agencies for their co-operation. The Directors appreciate and value the contribution made by every member of the Mahickra family.

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Place : Ahmedabad
Date : August 27, 2024**

**Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva, Ahmedabad – 382445,
Gujarat, India**

Directors' Report

Annexure-A to this Directors' Report

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo (Information as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014)

PARTICULARS	REMARKS
A. CONSERVATION OF ENERGY:	
<ul style="list-style-type: none"> the steps taken or impact on conservation of energy; 	Your Company is taking due care when using electricity in the office and its units.
<ul style="list-style-type: none"> the steps taken by the company for utilizing alternate sources of energy; 	Your Company usually takes care for optimum utilization of energy. No capital investment on energy conservation equipment made during the financial year.
<ul style="list-style-type: none"> the capital investment on energy conservation equipments; 	
B. TECHNOLOGY ABSORPTION:	
<ul style="list-style-type: none"> the efforts made towards technology absorption; 	The products of your company are developed using internal know-how; no outside technology is used for operational tasks. As a result, technological immersion is not necessary. This strategy ensures that all products are developed in accordance with our specific standards and gives your company total control over the production process. By continuously innovating and adapting to shifting customer demands, your Company can maintain a competitive edge in the market by relying on internal know-how.
<ul style="list-style-type: none"> the benefits derived like product improvement, cost reduction, product development or import substitution; 	
<ul style="list-style-type: none"> in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- 	
<ul style="list-style-type: none"> the details of technology imported; 	
<ul style="list-style-type: none"> the year of import; 	
<ul style="list-style-type: none"> whether the technology been fully absorbed; 	
<ul style="list-style-type: none"> if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; Not applicable since 5 years period is over 	
<ul style="list-style-type: none"> the expenditure incurred on Research and Development 	Your Company has not incurred any expenditure on Research and Development for the Financial year 2023-24
C. FOREIGN EXCHANGE EARNINGS AND OUTGO:	
The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows	<p>Foreign Exchange Earnings (Rs. In Lakhs):</p> <p>For FY 2023-24: 4,412.45 For FY 2022-23: 7157.55</p> <p>Foreign Exchange Outgo (Rs. In Lakhs):</p> <p>For FY 2023-24: 784.41 For FY 2022-23: 1097.09</p>

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

Place : Ahmedabad
Date : August 27, 2024

Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361

Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344

Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva, Ahmedabad – 382445, Gujarat, India

Directors' Report

Annexure-B to this Directors' Report

Statement of Particulars as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

1. The Ratio of the remuneration of each Director and Key Managerial Personnel to the median remuneration of the employees of the Company for the financial year ended March 31, 2024:

Sr. No.	Director/KMP	Designation	Remuneration	Ratio to median remuneration of employees
1.	Mr. Mitesh Gandhi	Managing Director	32,50,000	14:1
2.	Mr. Ashish Gandhi	Whole Time Director	39,00,000	12:1
3.	Mrs. Komal Gandhi	Whole Time Director	26,00,000	9:1
4.	Mr. Kalusinh Chauhan	Chief Financial Officer	5,13,275	2:1
5.	Ms. Sona Bachani(#)	Company Secretary	3,61,250	Not Applicable

(#) The Board of Directors has appointed Ms. Sona Bachani as a Company Secretary & Compliance Officer of the Company w.e.f. October 12, 2022

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year ended March 31, 2024:

Sr. No.	Director/KMP	Designation	Remuneration	Ratio to median remuneration of employees
1.	Mr. Mitesh Gandhi	Managing Director	25.00%	14:1
2.	Mr. Ashish Gandhi	Whole Time Director	22.45%	12:1
3.	Mrs. Komal Gandhi	Whole Time Director	0.00%	9:1
4.	Mr. Kalusinh Chauhan	Chief Financial Officer	18.66%	2:1
5.	Ms. Sona Bachani(#)	Company Secretary	Not Applicable	Not Applicable

(#) The Board of Directors has appointed Ms. Sona Bachani as a Company Secretary & Compliance Officer of the Company w.e.f. October 12, 2022

The other directors are Non-Executive Directors and they are not receiving remuneration and sitting fees during the financial year ended March 31, 2024.

3. The percentage increase in the median remuneration of employees in the financial year ended March 31, 2024: 2.77%

4. The number of permanent employees on the rolls of Company: There are 25 permanent employees on the rolls of the Company.

Directors' Report

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

There is average decrease in salaries of employees other than managerial personnel in financial year 2023-2024 was 14% percentage increase in the managerial remuneration for the year was 22%. Annual increment in the salary is based on the different grades, industry pattern, qualification, expertise and experience of individual employee. As such the annual increment in remuneration is as per the terms of appointment and is in conformity with the remuneration policy of the Company.

6. **Affirmation that the remuneration is as per the remuneration policy of the Company:**

The remuneration paid to Key Managerial Personnel is as per the remuneration policy of the Company.

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Place : Ahmedabad
Date : August 27, 2024**

**Sd/-
Mitesh Kumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashish Kumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva, Ahmedabad – 382445, Gujarat, India**

Directors' Report

Annexure – C to this Directors' Report

FORM NO. MR. 3

SECRETARIAL AUDIT REPORT

(For the Financial Year Ended March 31, 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]

To,

The Members,

MAHICKRA CHEMICALS LIMITED

[CIN L24304GJ2017PLC099781]

Plot No. 1209, Phase 3 GIDC Vatva,

Ahmedabad - 382445

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **MAHICKRA CHEMICALS LIMITED [CIN L24304GJ2017PLC099781]** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification 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, I hereby report that in my 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:

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

- i. The Companies Act, 2013 (**the Act**) and the rules made there under.
- ii. The Securities Contracts (Regulation) Act, 1956 (**'SCRA'**) and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.

Directors' Report

- 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, 2009. **(not applicable to the company during the audit period);**
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 **(not applicable to the company during the audit period);**
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(not applicable to the company during the audit period);**
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(not applicable to the company during the audit period);**
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(not applicable to the company during the audit period);**

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

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii. Securities and Exchange Board of India (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 Regulation 29 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as the Company has not uploaded on Stock Exchange Website the Prior Intimation of the Board Meeting held on 15th November, 2023 which was held for Approval of Un-Audited Financial Results of the Company for the half year ended September 30, 2023.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Board take decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

Directors' Report

I 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.

I further report that during the audit period, except for the below events, there was no event/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

- a. The shareholders at their Annual General Meeting held on 29th August, 2023, have approved:
 - i. Giving loan or guarantee or providing security in connection with loan availed by any of the company's subsidiary(ies) or associate(s) or any other person/entity(ies) specified under Section 185 of the Companies Act, 2013, upto a sum not exceeding 100 Crores by passing Special Resolution.

**For, Pitroda Nayan & Co.,
Company Secretaries**

Sd/-

**Nayan P. Pitroda
Proprietor**

Mem.No.: 58473

C.P.No.: 23912

UDIN.: A058473F001053852

P/R No.: 1925/2022

Date: 27/08/2024

Place: Ahmedabad

Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.



Directors' Report

Annexure to Secretarial Audit Report

To,
The Members,
MAHICKRA CHEMICALS LIMITED
[CIN L24304GJ2017PLC099781]
Plot No. 1209, Phase 3 GIDC Vatva,
Ahmedabad - 382445

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

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations 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. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For, Pitroda Nayan & Co.,
Company Secretaries

Sd/-

Nayan P. Pitroda
Proprietor

Mem.No.: 58473

C.PNo.: 23912

UDIN.: A058473F001053852

P/R No.: 1925/2022

Date: 27/08/2024

Place: Ahmedabad

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

GLOBAL ECONOMY:

Global economy is struggling with inflationary pressure. US Federal Reserve's policy of heightened interest rate for curbing inflation – emulated by central banks of almost all other countries – has led to slowdown of global economic growth. Indian economy has shown remarkable resilience in the face of global economic slowdown and has emerged as the fastest-growing major economy in the world.

In 2023, the world faced several challenges, including higher interest rates, weaker trade, and a series of geopolitical tensions that fueled market uncertainties and caused supply chain disruptions. Despite these difficulties, the global economy did not experience a significant downturn.

Looking ahead, the global economy is expected to maintain a modest growth rate of 3.2% in both 2024 and 2025, similar to the growth seen in 2023. This forecast, however, reflects differing trends across regions. Developed economies are projected to see slight acceleration, with growth increasing from 1.6% in 2023 to 1.8% by 2025. Conversely, emerging markets and developing economies are expected to experience a slight slowdown, with growth rates dipping marginally in 2024 and 2025.

On the inflation front, there is an encouraging trend. Global inflation is anticipated to decline steadily from 6.8% in 2023 to 4.5% by 2025. This decrease is largely due to central banks' decisive actions in raising interest rates and maintaining them at higher levels to address price instability. While headline inflation is expected to drop sharply, core inflation—which excludes volatile food and energy prices—is predicted to decrease more gradually.

Despite substantial central bank efforts to restore price stability, the global economy has shown unexpected resilience. This underlying strength indicates the potential for continued moderate growth, even in the face of challenges posed by higher interest rates.

INDIAN ECONOMY:

The Indian economy is demonstrating resilience and is well-positioned for future growth. According to the National Statistical Office's second advance estimates, this recovery is being driven primarily by strong private consumption and a rebound in government spending. While net exports have decreased due to a significant increase in exports and a slowdown in imports, the government is actively adjusting policies to foster rapid economic growth, streamline supply chains, and ensure a steady supply of raw materials. These efforts are expected to support India's ongoing economic expansion.

In December 2022, India assumed the G20 Presidency, focusing on the theme "One Earth, One Family, One Future." Under this theme, key priorities include enhancing global economic cooperation, strengthening multilateral development banks, improving financial safety nets, addressing debt vulnerabilities, mobilizing resources for climate action and Sustainable Development Goals (SDGs), and exploring opportunities and risks associated with rapid advancements in fintech.

The Indian chemicals industry is forecasted to reach \$304 billion by 2025, growing at a compound annual growth rate (CAGR) of 9.3%. By 2030, it is expected to contribute \$383 billion to India's GDP. The growing demand from end-user industries like food

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

processing, personal care, and home care is driving the expansion of India's specialty chemicals market. Companies are increasing their capacities to meet rising demand from both domestic and international markets.

An estimated investment of Rs. 8 lakh crore (\$107.38 billion) is expected in the Indian chemicals and petrochemicals sector by 2025. Specialty chemicals, which comprise 22% of the total market, are projected to see significant growth, reaching a market size of \$40 billion by 2025. India is a strong player globally in chemical exports and imports, ranking 14th in exports and 8th in imports (excluding pharmaceuticals), and the industry encompasses over 80,000 commercial products.

The Indian government is supporting the industry through research and development initiatives, reducing basic customs duties on various imported products, and promoting the 'Make in India' campaign. A vision for 2034 has been set to boost domestic production, reduce imports, and attract investments. Additionally, a production-linked incentive system with 10-20% output incentives for the agrochemical sector is planned to create a comprehensive manufacturing ecosystem through the development of industrial clusters.

The government is also working to improve ease of doing business to boost per capita consumption, reflecting significant investment opportunities and growth potential in the Indian chemicals sector.

By 2025, the Indian government hopes to raise the chemical industry's GDP share in the manufacturing sector to roughly 25%. It sees this sector as a key economic engine. This is a component of the "Make in India" initiative, which seeks to draw in global capital and support indigenous manufacturing.

- The Department of Chemicals and Petrochemicals was given a budget of Rs. 173.45 crore (US\$ 20.93 million) in the Union Budget for 2023–2024.
- There are now production-linked incentive (PLI) schemes in place, with bulk drug parks worth Rs. 1,629 crore (US\$ 213.81 million) being one of them.
- In order to increase exports and domestic manufacturing, a new PLI program for the chemical industry is being considered.
- With projected output incentives of 10–20% for the agrochemical sector, the government has set a 2034 strategy for the chemicals and petrochemicals sector that aims to increase domestic production, decrease imports, and draw investments.
- With the exception of hazardous chemicals, 100% of foreign direct investment (FDI) is allowed in the chemical industry via the automated method. The government wants to highlight the petrochemical industry as a major engine of economic growth.
- To get approvals at the federal and state levels, there is a single-window clearance mechanism available. This will encourage more investment and creativity in the sector.

OUTLOOK:

Your company is strategically planning to expand its network of dealers across India and globally, specifically targeting regions that offer a safe and stable business environment. This expansion aims to enhance our market reach and strengthen our position in both domestic and international markets.

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

By focusing on areas with consistent economic stability, we aim to build long-term partnerships with reliable dealers who can contribute to sustainable business growth.

In line with this expansion, we are also considering a shift in our product strategy. Instead of focusing heavily on commodity products that often come with very thin profit margins, we plan to increase the range of products with reasonable profit margins. This strategic pivot is expected to have a dual effect: while it may reduce overall business turnover in the short term, it is likely to lead to a substantial increase in profitability. By diversifying our product portfolio with higher-margin offerings, we aim to create a more robust and resilient business model that can better withstand market fluctuations.

Our R&D staff is constantly working on developing new goods, which is a reflection of our dedication to innovation and sustainability. A focus on sustainability and an awareness of long-term market demands serve as the guiding principles for these initiatives. In addition to satisfying our clients' changing demands, we are also fostering a more sustainable future by placing a high priority on the creation of sustainable products.

To support these growth initiatives, we have expanded our sales team by appointing a new international marketing manager. This role is crucial in driving our export business and establishing a presence in new markets where we currently have no representation. By tapping into these untapped markets, we expect to increase our business volume and profitability. The addition of the International Marketing Manager will enhance our ability to understand diverse market dynamics, build strong customer relationships, and effectively promote our products on a global scale. Overall, these strategic initiatives are aimed at achieving sustainable growth by expanding our

market reach, diversifying our product offerings, focusing on innovation, and building a strong and capable sales team. Through these efforts, we are positioning the company for long-term success and profitability in a dynamic and ever-changing global market.

COMPANY OVERVIEW:

Mahickra Chemicals Limited was founded in 1997 by Mr. Mitesh Kumar Champaklal Gandhi and Mr. Ashishkumar Champaklal Gandhi as "Mahak Dyechem Industries," with an initial focus on manufacturing reactive dyes. Over the years, the company has evolved into a respected name in the specialty chemicals industry, known for its commitment to quality and innovation.

Mahickra specializes in dyes, pigments, and specialty chemicals, with a strong emphasis on quality control and innovation. Our flagship products, Nikazol and Nikafix, are renowned globally for their quality and reliability in the textile industry. Our advanced manufacturing facilities and dedicated quality control team ensure that every product meets the highest standards before reaching our customers.

Mahickra's strategic vision, encapsulated by the motto "Innovate, Diversify, and Grow," focuses on developing innovative solutions, expanding product lines, and exploring new markets. This approach aims to drive sustainable growth and strengthen our global presence while fostering strong relationships with our stakeholders.

As a leading global player in dyestuff manufacturing and export, Mahickra holds several key certifications, including ISO 9001, ISO 14001, ISO 45001, ZDHC Level 3 Eco Passport, and GOTS v7.0. These certifications reflect our commitment to quality, sustainability, and environmentally friendly practices.

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

At Mahickra, customer satisfaction is a top priority. We focus on understanding and exceeding customer expectations, building long-lasting relationships based on trust and respect. Our customer-centric approach is key to our success and differentiates us from our competitors.

As Mahickra continues to innovate and grow, we remain committed to our core values of quality, reliability, and customer satisfaction. We are excited about future opportunities and confident in our ability to set new benchmarks in the global chemicals industry. Our focus on innovation and excellence will drive us to achieve even greater success.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

We ended the financial year with a stable performance despite the setbacks we experienced because of various macroevents, such as the geopolitical situation, inflation across economies, and restrictive monetary policies. In light of the challenging external environment, the company aggressively pursued cost reduction initiatives and implemented a pricing strategy with a balanced approach to maintain volume growth.

For new alliances, the company had acquired a 45% stake in RCN Specialities Private Limited. The goal of this acquisition was to boost the company's stance in the specialty chemicals sector and broaden its product line. Through the strategic alliance with RCN

Specialities Private Limited, the company would gain access to new markets and technological know-how, spurring further growth and innovation.

The Company operated in one segment area i.e. Manufacturing of Dyes and Dyestuffs. During the financial year, our gross domestic sales amounted to Rs.2,779.23 lakhs compared to Rs.3,145.84 lakhs of the previous year. Exports increased from Rs.4,412.45 lakhs of the previous year to Rs.7,157.55 lakhs for the financial year 2023-24.

Standalone:

During the year under review, the Revenue from operations decreased to Rs. 7191.68 lakhs in FY 2023-24 from 10,303.38 lakhs in FY 2022-23. The company was impacted by sluggish demand and lower product price realization across markets. The Profit After Tax (PAT) attributable to the shareholders in FY 2023-24 was Rs. 107.44 lakhs against Rs. 328.23 lakhs in FY 2022-23. The challenging market conditions, including lower demand and price pressures, were key factors that impacted the company's profitability during the year.

Consolidated

During the year under review, the Revenue from operations decreased to Rs. 7191.68 lakhs in FY 2023-24 from 10,303.38 lakhs in FY 2022-23. The Profit After Tax (PAT) attributable to the shareholders in FY 2023-24 was Rs. 107.32 lakhs against Rs. 328.68 lakhs in FY 2022-23

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

Particulars	Standalone		Consolidated	
	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2024	Year ended March 31, 2023
Revenue from Operations	7191.68	10303.38	7191.68	10303.38
Other Income	227.12	371.39	227.12	371.39
Total Revenue	7410.00	10674.77	7410.00	10674.77
Earnings Before Interest, Depreciation and Amortization Expense and Taxes	294.14	606.04	294.14	606.04
Less:- A) Finance Cost	116.38	89.18	116.38	89.18
Less:- B) Depreciation and Amortization Expense	27.57	55.44	27.57	55.44
Profit / (Loss) before Extra- Ordinary Items and tax	150.27	456.02	150.27	456.02
Add/(Less): Extra-Ordinary Item	-	-	-	-
Profit/(Loss) after Extra Ordinary Items and before tax	150.27	456.02	150.27	456.02
Total Tax Expense	42.83	127.79	42.84	127.79
Share of Associate's Profit	-	-	(0.11)	0.45
Profit / (Loss) After Tax	107.44	328.23	107.32	328.68
Earnings Per Share Basic / Diluted (Amount in Rs.)	1.32	4.04	1.32	4.05

KEY FINANCIAL RATIOS:

Ratios	FY 2023-24	FY 2022-23
Current Ratio	2.03	1.95
Debt-Equity Ratio	0.40	0.31
Debt-Service Coverage Ratio	2.18	4.23
Return on Equity	3.26	10.56
Inventory Turnover Ratio	3.41	5.65
Debtors Turnover Ratio	2.39	2.75
Creditors Turnover Ratio	4.22	4.27
Net Capital Turnover Ratio	2.61	3.65
Net Profit Ratio	1.49	3.19
Return on Capital Employed	5.70	12.91
Return on Investment	-2.34	9.01

ANNEXURE – D to this Directors’ Report

MANAGEMENT DISCUSSION AND ANALYSIS

THE SWOT ANALYSIS:

<p>Strength</p> <ul style="list-style-type: none"> • Mahickra has a strong market position in reactive dyes, focusing on high-quality dyestuffs and diversified products. • Your company has a broad global presence, supported by effective distribution networks and strategic acquisitions. • We invest profoundly in research and development, focusing on innovation and sustainable chemical solutions. • Competitive pricing is achieved through lower labor and manufacturing costs in India, supported by favorable government policies. • An experienced management team with a strategic vision for growth and expansion drives the company’s success. • We focus on sustainability positions it well to meet the growing demand for environmentally friendly products. 	<p>Weakness</p> <ul style="list-style-type: none"> • Companies in the manufacturing of reactive dyes and dyestuff industry face the risk of technological obsolescence due to rapid advancements and changing customer preferences. • Outdated products and manufacturing processes can make it difficult for companies to stay competitive and meet evolving market demands. • Mahickra addresses this weakness by forming strategic alliances and collaborations with cohorts. • These partnerships allow us to access advanced technologies, research expertise, and valuable industry insights. • By investing in innovation and research and development, Mahickra stays ahead of technological changes and maintains its competitive edge.
<p>Opportunities</p> <ul style="list-style-type: none"> • The rising demand for dyes and dyestuffs in the textile, printing, and packaging industries presents significant growth opportunities for companies in these sectors. • Increasing consumer preference for eco-friendly and sustainable dyes is creating a niche market that companies can capitalize on by offering environmentally responsible products. • The growth of the Indian textile industry, which heavily consumes dyes, offers a substantial opportunity for companies to expand their domestic market presence. • There is potential for companies to tap into the global demand for Indian traditional textiles and dyes, leveraging the country’s unique heritage and craftsmanship to attract international customers. • Forming partnerships with international companies for technology transfer and joint ventures can help businesses gain access to advanced technologies and new markets, boosting their competitiveness. • Investing in research and development is essential for creating innovative, high-performance dyes that align with changing market demands and ensure a strong competitive position. 	<p>Threats</p> <ul style="list-style-type: none"> • Mahickra faces risks from economic slowdowns, which can reduce overall demand for specialty chemicals, leading to lower sales and potential revenue declines. • Geopolitical factors, such as trade disputes, regulatory changes, and political instability, can disrupt global markets and affect our global operations, including its supply chain and customer base. • Despite these risks, your company provides financial stability, allowing the company to navigate challenging economic conditions more effectively. • The company’s strong financial position and ample resources enable it to manage potential disruptions and maintain resilience in adverse situations.

ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

RISK AND CONCERNS:

The economic and commercial environment is rapidly evolving, necessitating a highly efficient and complex supply chain configuration due to the intricacies of the global market. The Company's risk management policy is periodically reviewed by the Audit Committee and the Board of Directors to ensure it remains effective. This policy is evaluated regularly by assessing the threats and opportunities that may affect the Company's overall objectives. The purpose of the policy is to categorize risks into potential threats, detailing their causes, effects, mitigation strategies, and control measures.

As part of this policy, relevant parameters at all manufacturing sites are thoroughly examined to mitigate risks associated with environmental protection and operational safety. The Company adheres to all relevant laws concerning emissions, wastewater, and waste disposal. Enhancing workplace safety remains a top priority across all manufacturing facilities. Furthermore, the Company has established a business continuity plan, which provides a structured framework, guidelines, and operational strategy to ensure the continuation or rapid restoration of essential business functions in the event of disruptions to normal operations.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

Your company has a suitable and sufficient internal audit and control system in place to guarantee that all assets are protected from loss due to unlawful use or disposal and that all transactions are duly approved, duly documented, and duly reported. The organization consistently endeavors to enhance, develop, and apply optimal methodologies in order to fortify its internal control frameworks. Your Company has designated a reputable chartered accounting firm to handle internal auditing. To make sure the duties are carried out successfully,

internal audits and checks are conducted on a regular basis.

The internal control systems are built on a solid foundation of good governance, clearly defined systems, processes, and policies, risk assessment, a watchful control function, communication and monitoring, and an independent internal audit function. The internal control is supplemented by effective internal audit being carried out by an external firm of chartered accountants. The Internal Auditor's team carries out extensive audits throughout the year in all areas. The Internal Risk and Control function also evaluates organizational risk along with controls required for mitigating those risks. The control activities continue to incorporate, among others, continuous monitoring, routine reporting, checks and balances, purchase policies, authorization and delegation procedures, audits including compliance audits, which are periodically reviewed by the Audit Committee.

The Audit Committee of Directors regularly reviews the findings of the Internal Auditors and effective steps to implement the suggestions/observations of the Auditors are taken and monitored regularly. The performance of the Internal Audit department is also reviewed by the Board and improvements advised. Your Company is fully geared to implement any statutory recommendation, which may be made in this regard.

HUMAN RESOURCES:

Your Company views human capital as a fundamental pillar for sustainable growth. It strives to provide a conducive workplace environment supported by people-oriented policies, with a strong emphasis on health, safety, and responsible care. Guided by core values such as high performance, collaboration, and continuous improvement, the Company's human resource policies focus on acquiring and retaining talent, as well as enhancing employee skills and competencies to align with business needs.



ANNEXURE – D to this Directors' Report

MANAGEMENT DISCUSSION AND ANALYSIS

Your Company has implemented well-documented, employee-friendly policies to enhance transparency and foster a sense of teamwork, unity, and mutual trust. These policies contribute to a positive workplace environment and are crucial for successful talent acquisition and retention. We are committed in investing in the welfare, safety, and well-being of its workforce.

Overall, your Company has maintained harmonious relationships with employees and unions at its factories and offices, receiving support for implementing reforms aimed at enhancing safety, quality, cost efficiency, and productivity. By embracing diversity and inclusion, we leverages a wide range of skill sets across all operations and business activities.

CAUTIONARY STATEMENT:

In accordance with relevant securities laws and regulations, statements in this report on management discussion and analysis regarding the company's goals, plans, estimates, expectations, or predictions may be considered forward-looking. These claims are predicated on specific presumptions and projections of forthcoming occurrences. The actual results may differ significantly from the stated or implied results based on a variety of factors, including the weather, domestic and international demand-supply dynamics, raw material costs, finished goods availability and prices, fluctuations in the foreign exchange market, modifications to governmental laws and tax laws, political and economic developments in India and the other countries where the company operates, and other factors like litigation and labor relations. Regarding the forward-looking statements in this document, the Company disclaims all liability. These statements could change in the future based on new information, events, or developments that are outside the Company's control.

**For & on behalf of the Board of Directors
Mahickra Chemicals Limited**

**Place : Ahmedabad
Date : August 27, 2024**

**Sd/-
Miteshkumar Gandhi
Managing Director
DIN: 02142361**

**Sd/-
Ashishkumar Gandhi
Whole-Time Director
DIN: 02142344**

**Registered Office:
Plot No. 1209, Phase III, GIDC, Vatva,
Ahmedabad – 382445, Gujarat, India**

Independent Auditor's Report

as at and for the year ended March 31, 2024

To the Members of,

Mahickra Chemicals Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Mahickra Chemicals Limited** ("the Company"), which comprise the balance sheet as at **31st March 2024**, and the statement of profit and loss for the year then ended, statement of cash flows and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory.

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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March 2024** and its profit and loss.

Basis for Opinion

We conducted our audit in accordance with the

Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1.	<p>Bad Debts provided during the year:</p> <p>We draw attention to Note no. 25 of the financial statements regarding Bad Debts provided during the year. Trade Receivables are significant to the Company's financial statements. The Collectability of trade receivables is a key element of the company's working capital management, which is managed on an ongoing basis by its management and they have written off Trade receivables amounting to Rs. 277.85/- Lakhs during the year. As the amount of balance written off is of significant value and hence, the matter has been identified as a Key Audit Matter.</p>	<p>We performed audit procedures on the assessment of trade receivables, which included substantive testing of revenue transactions, obtaining trade receivable external confirmations and testing the subsequent payments received. Assessing the impact of balances written off of trade receivables requires judgment and evaluation of management's assumptions in determining the value for writing off of trade receivables, by analyzing the ageing of receivables, assessing significant overdue individual trade receivables and specific local risks, combined with Our audit procedures included the following:</p> <ol style="list-style-type: none"> Obtained an understanding of the process related to writing off of trade receivables; Evaluated the assessment made by the management on the writing off criteria basis in which receivables were written off by the Company; Read and assess the adequacy of disclosure made in the financial statements.

Independent Auditor's Report

as at and for the year ended March 31, 2024

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

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report, and Shareholder's Information, but does not include the Standalone Financial Statements, Consolidated Financial Statements and our auditors' 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 in the audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of

adequate accounting records in accordance with the provisions of the Act for safeguarding 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, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

Independent Auditor's Report

as at and for the year ended March 31, 2024

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances,

Independent Auditor's Report

as at and for the year ended March 31, 2024

we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The balance sheet, the Statement of profit and loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial control over with reference to the Standalone Financial Statements of the Company.

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 information 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 read with Schedule V of the Act.

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

- i. The company has disclosed the impact of pending litigation on its Financial Statement. Refer Note 28 to the Standalone Financial Statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. During the year, there were no amounts which are required to be transferred, to the Investor's Education and Protection Fund by the company.
- iv. i) 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:

Independent Auditor's Report

as at and for the year ended March 31, 2024

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- ii) 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 to or any other person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- iii) Based on such audit procedures as 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 mis-statement.
- iv. The company or its holding company has declared and paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account 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 audit trail feature being tampered with.
- As provision 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.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Piyush J. Shah
Partner
M. No: 108670
UDIN: 24108670BKHAZW3528

Place: Ahmedabad
Date: 18th May 2024

Annexure A

to the Independent Auditor's report on the Standalone Financial Statements

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

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to the Standalone Financial Statements of Mahickra Chemicals Limited ("the Company") as of 31st March 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with

the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and whether 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 with reference to the Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to the Standalone Financial Statements, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

A company's internal financial controls with reference to the Standalone Financial Statements is a

Annexure A

to the Independent Auditor's report on the Standalone Financial Statements

process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include 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 Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to Standalone Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation

of the internal financial controls with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls were operating effectively as at 31st March 2024, based on the internal financial controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Piyush J. Shah
Partner
M. No: 108670
UDIN:24108670BKHAZW3528

Place: Ahmedabad
Date: 18th May 2024

Annexure B

to the Independent Auditor's report on the Standalone Financial Statements

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Mahickra Chemicals 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.
 - (B) The company does not have any 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 Management during the year. According to the information and Explanations given to us, no material discrepancies were noticed on such verification.
 - (c) According to the information and explanations given to us and based on our examination of records, we report that, the title deeds of all immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- (d) According to the information and explanation given to us and based on our examination of records, the Company has not revalued any of its Property, Plant and Equipment, including right-of-use assets and intangible assets during the year.
- (e) According to the information and explanation given to us and based on our examination of records, 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 thereunder.
- ii. (a) According to the information and explanation given to us and based on our examination of records, the physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion the coverage and procedure of such verification by the management is appropriate. There is no discrepancies of 10% or more in the aggregate for each class of inventory was noticed.
- (b) According to the information and explanation given to us and based on our examination of records, the Company has sanctioned working capital limits in excess of ₹5.00 crores, in aggregate, during the year, from banks financial institutions on the basis of security of current assets. The quarterly returns and statement filed by the company with such banks or financial institutions are in agreement with the books of accounts of the company.

Annexure B

to the Independent Auditor's report on the Standalone Financial Statements

iii. In our opinion and according to the information and explanations given to us, during the year, the company have not made investments in companies, firms, LLPS and have not granted unsecured loans to other parties, during the year, in respect of which:

- (a) The company has provided loans or advances in the nature of loans to other entity during the year.
- A. The Company has not given loan to the Subsidiary Company.
- B. The Company has given loan to other then Subsidiary/Associate/Joint Venture Company as follows:

(₹ In Lakhs)

Sr. No.	Name of the Company	Amount	Nature
1.	Mangaldas Finance	₹325.00	Loan

- (b) According to the information and explanation given to us and based on our examination of records, the investment made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.
- (c) According to the information and explanation given to us and based on our examination of records In respect of the loans granted by the company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per situation.
- (d) According to the information and explanation given to us and based on our examination of records, there is no overdue amount remaining outstanding as at the balance sheet date.
- (e) According to the information and explanation given to us and based on our examination of records, in respect of loans granted by the company which has fallen due during the year, neither any amount has been renewed

or extended nor fresh loans granted to settle the overdue of existing loans given to the same parties. Accordingly, the clauses 3(iii)(e) of the order is not applicable to the company.

- (f) According to the information and explanation given to us and based on our examination of records, the company has not granted any loans and advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii) (f) is not applicable to the company.

iv. According to the information and explanation given to us and based on our examination of records, the company has complied with the provisions of sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

v. According to the information and explanation given to us and based on our examination of records, 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 to the company.

vi. According to the information and explanation given to us and based on our examination of records, the maintenance of cost records has not been specified by the Central Government under sub-section(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. According to the information and explanation given to us and based on our examination of records, in our opinion:

- (a) the company has generally been regular

Annexure B

to the Independent Auditor’s report on the Standalone Financial Statements

in depositing undisputed statutory dues, including GST, Provident fund, Income Tax, Sales Tax, duty of custom, VAT. Cess and other material statutory dues applicable to it with appropriate authorities.

Further, there were no undisputed amounts outstanding at the year-end for a period of more than six months from the date they became payable.

- (b) According to the information provided there are statutory dues which have not been deposited as on March 31, 2024 on account of disputes except for the following:

(₹ In Lakhs)

Demand under the Act	Pending At	Assessment Year	Amount
Central GST	Appellate Authority of SGST	2018-2019	₹219.62/-
Central GST	Appellate Authority of SGST	2019-2020	
Central GST	Appellate Authority of SGST	2020-2021	
Central GST	Appellate Authority of SGST	2021-2022	

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961(43 of 1961). Accordingly, provisions of clause 3(viii) of the order is not applicable to the company.

ix. (a) According to the information and explanation given to us and based on our examination of records, the Company has not defaulted in repayment of loans or other borrowings or in the payment of

interest thereon to any lender. Accordingly, provisions of clause 3(ix)(a) of the order is not applicable to the company.

- (b) Based on the information and explanations obtained by us, the company has not been declared wilful defaulter by any bank or financial institutions or any other lender.
- (c) According to the information and explanation given to us and based on our examination of records, on an overall examination of the financial statements of the company, the term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanation given to us and based on our examination of records, on an overall examination of the financial statements of the company, the funds raised on short term basis have, prima facie, not been used for long term purposes by the company.
- (e) According to the information and explanation given to us and based on our examination of records, 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 or associate companies. Accordingly, provisions of clause 3(ix) (e) of the order is not applicable to the company.
- (f) According to the information and explanation given to us and based on our examination of records, the company has not raised any loans during the year on the pledge of securities held in its subsidiaries or associate companies. Accordingly, provisions of clause 3(ix)(f) of order is not

Annexure B

to the Independent Auditor's report on the Standalone Financial Statements

- applicable to the company.
- x. (a) According to the information and explanation given to us and based on our examination of records, the company has not raised the money by the Way of initial public offer or further public offer (including debt instrument) during the year. Accordingly, provisions of clause 3(x)(a) of order is not applicable to the company.
- (b) According to the information and explanation given to us and based on our examination of records, during the year the company has not made any preferential allotment or private placement of shares or convertible debenture (fully or partly or optionally). Accordingly, provisions of clause 3(x)(b) of the order is not applicable to the company.
- xi. (a) According to the information and explanation given to us and based on our examination of records, no fraud by the Company and on the Company has been noticed or reported during the year covered by our audit procedure.
- (b) According to the information and explanation given to us and based on our examination of records, 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 upto the date of this report.
- (c) We have been informed that there is no whistle-blower complaints received by the company during the year (and upto the date of this report). Accordingly, provisions of clause xi(c) or the order is not applicable to the company.
- xii. The Company is not a Nidhi Company. Accordingly, provisions of clause (xii) of the Order is not applicable to the company.
- 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 financial statements as required by the applicable AS.
- xiv. (a) According to the information and explanation given to us and based on our examination of records, in our opinion the Company has an adequate internal audit system commensurate 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 procedure.
- xv. According to the information and explanation given to us and based on our examination of records, in our opinion during the year the Company has not entered into non-cash transactions with its Directors or persons connected with its directors. Accordingly, the provisions of the clause 3(xv) of the order is 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 (2 of 1934). Accordingly, the provisions of the clause 3(xvi)(a) of the order is not applicable to the company.
- (b) According to the information and explanations given to us and based on our examination of the records, the Company has not conducted any Non-Banking Financial or Housing Finance activities. Accordingly, clause 3(xvi)(b) of the Order

Annexure B

to the Independent Auditor's report on the Standalone Financial Statements

is not applicable to the company.

(c) According to the information and explanations given to us and based on our examination of the records, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, accordingly, clause 3(xvi)(c) of the order is not applicable to the company.

(d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions 2016) and accordingly reporting under clause 3(xvi)(d) of the order is not applicable to the company.

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

xviii. There has been resignation of statutory auditors of the company during the year. We have considered the issues, objection or concerns, if any, raised by the outgoing auditor.

xviii. On the basis of financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists

as on the date of audit report indicating that company is not capable of meeting its liability 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 future viability of the company. We further state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

xix. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on ongoing or other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to subsection (5) of Section 135 of the said Act. Accordingly, provisions of clause 3(xx)(a) and 3(xx)(b) of the order are not applicable to the company.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Piyush J. Shah
Partner
M. No: 108670
UDIN:24108670BKHAZW3528

Place: Ahmedabad
Date: 18th May 2024

Standalone Balance Sheet

as at 31 March 2024

(₹ in lakhs)

Particulars	Note	31 March 2024	31 March 2023
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	3	812.22	812.22
(b) Reserves and Surplus	4	2,520.05	2,436.98
Total		3,332.27	3,249.20
(2) Non-current liabilities			
(a) Long-term Borrowings	5	38.86	96.69
(b) Long-term Provisions	6	34.69	20.12
Total		73.55	116.81
(3) Current liabilities			
(a) Short-term Borrowings	7	1,305.48	911.76
(b) Trade Payables	8		
- Due to Micro and Small Enterprises		363.62	916.72
- Due to Others		774.78	946.35
(c) Other Current Liabilities	9	191.20	189.00
(d) Short-term Provisions	10	37.81	17.48
Total		2,672.89	2,981.31
Total Equity and Liabilities		6,078.71	6,347.32
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	11	459.16	448.43
(ii) Capital Work-in-progress	11	70.32	42.76
(b) Non-current Investments	12	4.50	4.50
(c) Deferred Tax Assets (net)		1.13	6.04
(d) Long term Loans and Advances		71.07	-
(e) Other Non-current Assets		39.50	39.80
Total		645.68	541.53
(2) Current assets			
(a) Inventories	13	2,318.58	1,898.34
(b) Trade Receivables	14	2,348.18	3,676.64
(c) Cash and cash equivalents	15	1.56	4.73
(d) Short-term Loans and Advances	16	377.15	21.81
(e) Other Current Assets	17	387.56	204.27
Total		5,433.03	5,805.79
Total Assets		6,078.71	6,347.32

See accompanying notes to the financial statements 1 to 49

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
 Firm's Registration No. 121172W

For and on behalf of the Board of
Mahickra Chemicals Limited

Piyush J. Shah
Partner
 Membership No. 108670
 UDIN: 24108670BKHAZW3528

Mitesh C Gandhi
Director
 DIN No. : 02142361

Ashish C Gandhi
Director
 DIN No. : 02142344

Kalusinh Chauhan
CFO

Sona Bachani
Company Secretary

Place : Ahmedabad
 Date : 18 May 2024

Place : Ahmedabad
 Date : 18 May 2024

Statement of Profit and loss

for the year ended 31 March 2024

(₹ in lakhs)

Particulars	Note	31 March 2024	31 March 2023
Revenue from Operations	18	7,191.68	10,303.38
Other Income	19	227.12	378.07
Total Income		7,418.80	10,681.45
Expenses			
Cost of Material Consumed	20	6,205.81	9,066.70
Change in Inventories of work in progress and finished goods	21	(291.86)	(180.02)
Employee Benefit Expenses	22	167.35	141.26
Finance Costs	23	116.30	93.34
Depreciation and Amortization Expenses	24	27.57	55.44
Other Expenses	25	1,043.36	1,047.47
Total expenses		7,268.53	10,224.19
Profit/(Loss) before Exceptional and Extraordinary Item and Tax		150.27	457.26
Exceptional Item		-	-
Profit/(Loss) before Extraordinary Item and Tax		150.27	457.26
Prior Period Item		-	1.24
Extraordinary Item		-	-
Profit/(Loss) before Tax		150.27	456.02
Tax Expenses	26		
- Current Tax		37.53	129.84
- Deferred Tax		4.90	(1.68)
- Excess/Short Provision Written back/off		0.40	(0.37)
Profit/(Loss) after Tax		107.44	328.23
Earnings Per Share (Face Value per Share Rs.10 each)			
- Basic (In Rs)	27	1.32	4.04
- Diluted (In Rs)	27	1.32	4.04

See accompanying notes to the financial statements 1 to 49

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
 Firm's Registration No. 121172W

Piyush J. Shah
Partner
 Membership No. 108670
 UDIN: 24108670BKHAZW3528

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
 DIN No. : 02142361

Ashish C Gandhi
Director
 DIN No. : 02142344

Kalusinh Chauhan
CFO

Sona Bachani
Company Secretary

Place : Ahmedabad
 Date : 18 May 2024

Place : Ahmedabad
 Date : 18 May 2024

Statement of Cash Flow

for the year ended 31 March 2024

(₹ in lakhs)

Particulars	Note	31 March 2024	31 March 2023
Cash Flow from Operating Activities			
Net Profit before tax		150.28	456.02
Depreciation and Amortisation Expense		27.57	55.44
Finance Costs		116.31	93.34
Operating Profit before working capital changes		294.15	604.81
Adjustment for:			
Inventories		(420.24)	(151.98)
Trade Receivables		1,328.45	134.20
Other Current Assets		(563.97)	111.72
Trade Payables		(724.67)	(337.51)
Other Current Liabilities		2.20	(0.08)
Short-term Provisions		34.90	-
Cash (Used in)/Generated from Operations		(49.18)	361.15
Tax paid(Net)		(8.95)	129.47
Net Cash (Used in)/Generated from Operating Activities		(40.24)	231.68
Cash Flow from Investing Activities			
Purchase of Property, Plant and Equipment		(65.86)	(86.34)
Sale / Redemption of Other Investments		-	(4.70)
Loans and Advances given		(92.31)	-
Net Cash (Used in)/Generated from Investing Activities		(158.16)	(91.04)
Cash Flow From Financing Activities			
Proceeds from Long Term Borrowings		(57.83)	-
Repayment of Long Term Borrowings		-	(16.39)
Proceeds from Short Term Borrowings		393.72	22.35
Dividends Paid (including Dividend Distribution Tax)		(24.37)	(52.79)
Interest Paid		(116.31)	(93.34)
Net Cash (Used in)/Generated from Financing Activities		195.22	(140.17)
Net Increase/(Decrease) in Cash and Cash Equivalents		(3.18)	0.47
Opening Balance of Cash and Cash Equivalents		4.74	4.27
Closing Balance of Cash and Cash Equivalents	15	1.56	4.74

Note : The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".

See accompanying notes to the financial statements 1 to 49

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
Firm's Registration No. 121172W

Piyush J. Shah
Partner
Membership No. 108670
UDIN: 24108670BKHAZW3528

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
DIN No. : 02142361

Ashish C Gandhi
Director
DIN No. : 02142344

Kalusinh Chauhan
CFO

Sona Bachani
Company Secretary

Place : Ahmedabad
Date : 18 May 2024

Place : Ahmedabad
Date : 18 May 2024

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

1 Company Information

“MAHICKRA CHEMICAL LIMITED referred to as “The Company” is incorporated on 13th November, 2017 under Companies Act 2013 by conversion from Partnership firm to Unlisted Public Limited Company under Companies Act, 2013 and Certificate to that effect, was issued on 13th November, 2017 by Registrar of Companies, Gujarat State at Ahmedabad. It is engaged in Manufacturing & Trading of Dyes & Chemicals. The standalone financial statements for the year ended on 31st March, 2024 are approved by the Board of Directors and authorised for issue on 18th May 2024.”

2 Material Accounting Policies

a Basis of Preparation

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis, except for certain financial instruments which are measured at fair value.

b Use of estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, provision for income taxes, the useful lives of depreciable Property, Plant and Equipment and provision for impairment. Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognised in the period in which the results are known / materialise.

c. Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation / amortisation Costs include all expenses incurred to bring the asset to its present location and condition. Property, Plant and Equipment exclude computers and other assets individually costing Rs. 5000 or less which are not capitalised except when they are part of a larger capital investment programme.

d. Depreciation / amortisation

In respect of Property, Plant and Equipment (other than freehold land and capital work-in-progress) acquired during the year, depreciation/amortisation is charged on a straight line basis so as to write-off the cost of the assets over the useful lives

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

Type of Assets	Period
Buildings	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computers	4 Years

e Leases

Assets taken on lease by the Company in its capacity as lessee, where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight-line basis.

f Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

g Investments

Long-term investments and current maturities of long-term investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long-term investments, comprising investments in mutual funds, government securities and bonds are stated at the lower of cost and fair value.

h Revenue recognition

Revenue from the sale of equipment are recognised upon delivery, which is when title passes to the customer. Revenue is reported net of discounts.

Dividend is recorded when the right to receive payment is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

i Taxation

Current income tax expense comprises taxes on income from operations in India and in foreign jurisdictions. Income taxpayable in India is determined in accordance with the provisions of the Income Tax Act, 1961. Tax expense relating to foreign operations is determined in accordance with tax laws applicable in countries where such operations are domiciled.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognised as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with it will fructify.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction for relevant tax paying units and where the Company is able to and intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

j Foreign currency transactions

Income and expense in foreign currencies are converted at exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities other than net investments in non-integral foreign operations are translated at the exchange rate prevailing on the balance sheet date and exchange gains and losses are recognised in the statement of profit and loss. Exchange difference arising on a monetary item that, in substance, forms part of an enterprise's net investments in a non-integral foreign operation are accumulated in a foreign currency translation reserve.

k Inventories

Raw materials are carried at the lower of cost and net realisable value. Cost is determined on a weighted average basis. Purchased goods-in-transit are carried at cost. Work-in-progress is carried at the lower of cost and net realisable value. Stores and spare parts are carried at lower of cost and net realisable value. Finished goods produced or purchased by the Company are carried at lower of cost and net realisable value. Cost includes direct material and labour cost and a proportion of manufacturing overheads.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

i Provisions, Contingent liabilities and Contingent assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

m Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

n Capital work in progress

Expenditure related to and incurred during the implementation of the projects is included under Capital Work-in- Progress and the same are capitalized under the appropriate heads on completion of the projects, if any.

o Borrowing Cost

Borrowing costs include interest, amortization of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction/development of the qualifying asset upto the date of capitalization of such asset is added to the cost of the assets.

Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

p Cash Flow Statement

The Company has prepared cash flow statement by following an indirect method as per Accounting standard – 3 issued by ICAI.

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

Cash and Cash equivalent mentioned in Balance Sheet and cash flow comprise of Cash on hand, Balance with banks and amount kept as fixed deposit in banks.

q Earning Per Share

- i). Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
- ii). For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

r Segment Reporting

As per the information received from the management the company has only one reportable business and hence segment wise information is not given.

s Government Grants

- i). Grants are accounted for where it is reasonably certain that the ultimate collection will be made.
- ii). Grants relating to PPE in the nature of Project Capital Subsidy are credited to that particular PPE.
- iii). Others are credited to Statement of Profit and Loss.

t Retirement Benefits

- i). **Leave Encashment :**
Leave Encashment is payable as and when due and to the extent there is contravention of Accounting Standard - 15 "Employee Benefits", which has become mandatory. However, the quantum of leave encashment payable is not worked out and therefore it is not possible to quantify the effect of the same on profit and loss account.
- ii). **Defined Contribution Plans:**
These are plans in which the company pays pre-defined amounts to separate funds and does not have any legal or informal obligations to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payment to the defined contributions plans are reported as expenses during the period in which the employees perform the services that the payment covers.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

u Current and Non-Current Classification

- i). The Normal Operating Cycle for the Company has been assumed to be of twelve months for classification of its various assets and liabilities into “Current” and “Non-Current”.
- ii). The Company presents assets and liabilities in the balance sheet based on current and non-current classification.
- iii). An asset is current when it is (a) expected to be realised or intended to be sold or consumed in normal operating cycle; (b) held primarily for the purpose of trading; (c) expected to be realised within twelve months after the reporting period; (d) Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.
- iv). An liability is current when (a) it is expected to be settled in normal operating cycle; (b) it is held primarily for the purpose of trading; (c) it is due to be discharged within twelve months after the reporting period; (d) 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.

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
Firm’s Registration No. 121172W

Piyush J. Shah
Partner
Membership No. 108670
UDIN: 24108670BKHAZW3528

Place : Ahmedabad
Date : 18 May 2024

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
DIN No. : 02142361

Kalusinh Chauhan
CFO

Place : Ahmedabad
Date : 18 May 2024

Ashish C Gandhi
Director
DIN No. : 02142344

Sona Bachani
Company Secretary

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

3 Share Capital

Particulars	31 March 2024	31 March 2023
Authorised Share Capital		
Equity Shares, ₹10 par value, 11000000 (Previous Year - 11000000) Equity Shares	1,100.00	1,100.00
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, ₹10 par value 8122160 (Previous Year - 8122160) Equity Shares paid up	812.22	812.22
Total	812.22	812.22

(i) Reconciliation of number of shares

Particulars	31 March 2024		31 March 2023	
	No. of shares	(₹ in lakhs)	No. of shares	(Rs in lakhs)
Opening Balance	8,122,160	812.22	8,122,160	812.22
Issued during the year	-	-	-	-
Deletion	-	-	-	-
Closing balance	8,122,160	812.22	8,122,160	812.22

(ii) Rights, preferences and restrictions attached to shares

Equity Shares:

The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares Name of Shareholder	31 March 2024		31 March 2023	
	No. of shares	In %	No. of shares	In %
Mitesh C. Gandhi	717,028	8.83%	679,528	8.37%
Ashish C. Gandhi	1,785,623	21.98%	1,785,623	21.98%
Komal M. Gandhi	956,113	11.77%	933,613	11.49%

(iv) Shares held by Promoters at the end of the year 31 March 2024

Name of Shareholder	Class of Shares	No. of Shares	% of total shares	% Change during the year
Mitesh C. Gandhi	Equity	717,028	8.83%	0.46%
Ashish C. Gandhi	Equity	1,785,623	21.98%	0.00%
Komal M. Gandhi	Equity	956,113	11.77%	0.28%
Champaklal K. Gandhi HUF	Equity	55,500	0.68%	0.17%
Ashishkumar C. Gandhi HUF	Equity	76,500	0.94%	0.17%
Mitesh C. Gandhi HUF	Equity	108,000	1.33%	0.39%
Champaklal K. Gandhi	Equity	227,499	2.80%	0.00%
Jayantilal S. Shah	Equity	16,534	0.20%	0.00%
Sulochana A. kotadia	Equity	28,000	0.34%	0.04%
Anitaben A. Gandhi	Equity	252,400	3.11%	0.37%
Romil M. Gandhi	Equity	63,000	0.78%	0.00%
Chintan A. Gandhi	Equity	99,000	1.22%	0.00%
Nimit M. Gandhi	Equity	78,000	0.96%	0.04%

Shares held by Promoters at the end of the year 31 March 2023

Name of Shareholder	Class of Shares	No. of Shares	% of total shares	% Change during the year
Mitesh C. Gandhi	Equity	679,528	8.37%	0.65%
Ashish C. Gandhi	Equity	1,785,623	21.98%	0.20%
Komal M. Gandhi	Equity	933,613	11.49%	0.11%
Champaklal K. Gandhi HUF	Equity	42,000	0.52%	0.09%
Ashishkumar C. Gandhi HUF	Equity	63,000	0.78%	0.20%
Mitesh C. Gandhi HUF	Equity	76,500	0.94%	0.11%
Champaklal K. Gandhi	Equity	227,499	2.80%	0.00%
Jayantilal S. Shah	Equity	16,534	0.20%	0.00%
Sulochana A. kotadia	Equity	25,000	0.31%	0.00%
Anitaben A. Gandhi	Equity	222,355	2.74%	0.18%
Romil M. Gandhi	Equity	63,000	0.78%	0.00%
Chintan A. Gandhi	Equity	99,000	1.22%	0.17%
Nimit M. Gandhi	Equity	75,000	0.92%	0.00%

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

4 Reserves and Surplus

Particulars	31 March 2024	31 March 2023
Securities Premium		
Opening Balance	1,037.14	1,038.62
(Add)/Less: Adjustment	-	1.48
Closing Balance	1,037.14	1,037.14
Statement of Profit and loss		
Balance at the beginning of the year	1,399.84	1,124.40
Add: Profit/(loss) during the year	107.44	328.23
Less: Appropriation		
Dividend on Equity Shares (Incl. DDT)	24.37	52.79
Balance at the end of the year	1,482.91	1,399.84
Total	2,520.05	2,436.98

5 Long term borrowings

Particulars	31 March 2024	31 March 2023
Secured Term loans from banks	38.86	82.28
Unsecured Term loans from other parties	-	14.41
Total	38.86	96.69

Particulars of Long term Borrowings

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No of Installment
State Bank of India	Hypothecation of Stock and Receivables and other current assests	9.25%	2.47	36

The following person has provided personal guarantees : Mr.Ashishkumar C Gandhi, Mr. Miteshkumar C Gandhi, Mrs. Komal M Gandhi.

6 Long term provisions

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	34.69	20.12
Total	34.69	20.12

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

7 Short term borrowings

Particulars	31 March 2024	31 March 2023
Current maturities of long-term debt	29.67	30.59
Secured Loans repayable on demand from banks	1,275.81	881.17
Total	1,305.48	911.76

Particulars of Short term Borrowings

Name of Lender/Type of Loan	Rate of Interest	Nature of Security
SBI Cash Credit A/c No.38338264051	915.00%	Hypothecation of Stock and Receivables and other current assests
SBI EPC/OD A/c No. 41134174072_NEW	788.00%	Hypothecation of Stock and Receivables and other current assests

The following person has provided personal guarantees : Mr.Ashishkumar C Gandhi, Mr. Miteshkumar C Gandhi, Mrs.Komal M Gandhi

The company has also provided the following land and building as the collateral security:

- 1) Immovable Property situated at bearing Plot no. 1209, Revenue survey no.150(part) and 151 (part), situated at village -Godhasar,Taluka -Vatva, Ahmedabad
- 2) Immovable Property situated at Flat no. SF 04,Sun Castle Complex Part 3 of land bearing survey no. 95/1 &100,T.PS No.1 of FP No. 237,238, city survey no:4777, Ghatlodia, Ahmedabad
- 3) Immovable Property situated at Plot no. 1201 & 1202,vatva industrial area,Revenue survey no. 135 at Ghodasar, Taluka, Vatva, Ahmedabad

8 Trade payables

Particulars	31 March 2024	31 March 2023
Due to Micro and Small Enterprises	363.62	916.72
Due to others	774.78	946.35
Total	1,138.40	1,863.07

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

8.1 Trade Payable ageing schedule as at 31 March 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	363.62	-	-	-	363.62
Others	725.59	49.19	-	-	774.78
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
Sub total					1,138.40
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,138.40

8.2 Trade Payable ageing schedule as at 31 March 2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	916.72	-	-	-	916.72
Others	946.35	-	-	-	946.35
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
Sub total					1,863.07
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,863.07

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

9 Other current liabilities

Particulars	31 March 2024	31 March 2023
Advances from customers	0.87	0.12
Dividend Payable	0.36	0.25
Sundry Creditors for Expense- MSME	3.53	6.02
Sundry Creditors for Expense- Other Than MSME	183.07	179.31
TCS Payable	0.03	0.06
TDS Payable	3.34	3.24
Total	191.20	189.00

10 Short term provisions

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	11.05	12.30
Provision for others		
-Provision For Expenses	26.76	5.18
Total	37.81	17.48

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

11 Property, Plant and Equipment

Name of Assets	Gross Block			Depreciation and Amortization				Net Block		
	As on 1-Apr-23	Addition	Deduction	As on 31-Mar-24	As on 1-Apr-23	for the year	Deduction	As on 31-Mar-24	As on 31-Mar-24	As on 31-Mar-23
(i) Property, Plant and Equipment										
Buildings	374.86	8.77	-	383.63	61.46	10.60		72.07	311.57	313.39
Furniture and Fittings	24.35	0.75	-	25.10	10.98	1.51		12.49	12.61	13.37
Plant and Machinery	205.28	25.65	-	230.93	106.25	11.56		117.82	113.11	99.02
Office Equipment	14.45	-	-	14.45	11.34	0.74		12.07	2.37	3.11
Motor Vehicles	43.18	-	-	43.18	25.71	2.52		28.24	14.94	17.46
Computer and Data processing units	1.55	1.75	-	3.30	1.35	0.37		1.72	1.58	0.19
Electrical Installations and Equipment	3.11	1.37	-	4.48	1.23	0.26		1.49	2.99	1.88
Total	666.76	38.30	-	705.06	218.33	27.57	-	245.90	459.16	448.43
Previous Year	329.75	337.01	-	666.76	161.88	55.44	(1.01)	218.33		448.43

(ii) Capital Work-in-progress

Capital Work-in-Progress Ageing Schedule

Capital Work-in-Progress	Amount in CWIP for a period of				Amount in CWIP for a period of					
	31 March 2024		31 March 2023		31 March 2024		31 March 2023			
	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	Total	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	
Projects in progress	27.56	42.76	-	-	70.32	42.76	-	-	-	42.76
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

12 Non current investments

Particulars	31 March 2024	31 March 2023
Unquoted Trade Investments in Equity Instruments	4.50	4.50
Total	4.50	4.50

12.1 Details of Investments

Name of Entity	No of Shares	31 March 2024	No of Shares	31 March 2023
RCN Specialities Private Limited	45,000	4.50	45,000	4.50

13 Inventories

Particulars	31 March 2024	31 March 2023
Raw materials	841.12	712.74
Work-in-progress	1,454.20	1,180.51
Finished goods	2.19	5.09
Stock-in-trade	21.07	-
Total	2,318.58	1,898.34

14 Trade receivables

Particulars	31 March 2024	31 March 2023
Unsecured considered good	2,348.18	3,676.64
Total	2,348.18	3,676.64

14.1 Trade Receivables ageing schedule as at 31 March 2024

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	1,446.31	124.54	430.15	325.78	21.40	2,348.19
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						2,348.19
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						2,348.19

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

14.2 Trade Receivables ageing schedule as at 31 March 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	2,159.29	401.30	521.38	256.04	338.62	3,676.64
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						3,676.64
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						3,676.64

15 Cash and cash equivalents

Particulars	31 March 2024	31 March 2023
Cash on hand	1.10	4.37
Balances with banks in current accounts	0.46	0.36
Total	1.56	4.73

16 Short term loans and advances

Particulars	31 March 2024	31 March 2023
Loans and advances to employees	-	0.38
Advance Income Tax (Net of provision for taxes)	49.24	3.81
Other loans and advances (Unsecured, considered good)		
-Advance to Creditor for Expenses	1.87	17.62
-Loans and Advances to Other Parties	326.04	-
Total	377.15	21.81

17 Other current assets

Particulars	31 March 2024	31 March 2023
Export Incentive Receivables	37.50	27.85
GST Receivables	305.55	158.06
Income Tax Refund Receivables	5.46	6.32
Prepaid Expenses	33.22	3.69
Prepaid Insurance	5.83	8.35
Total	387.56	204.27

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

18 Revenue from operations

Particulars	31 March 2024	31 March 2023
Sale of products		
-Domestic Sales	2,779.23	3,145.83
-Export Sales	4,412.45	7,157.55
Total	7,191.68	10,303.38

19 Other Income

Particulars	31 March 2024	31 March 2023
Interest Income	4.55	1.82
Discount Income	-	1.21
Export Incentive Income	160.15	233.37
Realised Foreign Exchange Gain	62.42	141.67
Total	227.12	378.07

20 Cost of Material Consumed

Particulars	31 March 2024	31 March 2023
Raw Material Consumed		
Opening stock	712.74	740.78
Purchases	6,334.19	9,038.66
Less: Closing stock	841.12	712.74
Total	6,205.81	9,066.70

21 Change in Inventories of work in progress and finished goods

Particulars	31 March 2024	31 March 2023
Opening Inventories		
Finished Goods	5.09	55.73
Work-in-progress	1,180.51	949.85
Stock-in-trade	-	-
Less: Closing Inventories		
Finished Goods	2.19	5.09
Work-in-progress	1,454.20	1,180.51
Stock-in-trade	21.07	-
Total	(291.86)	(180.02)

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

22 Employee benefit expenses

Particulars	31 March 2024	31 March 2023
Salaries and wages	64.61	46.51
Contribution to provident and other funds	1.68	1.57
Staff welfare expenses	2.42	2.77
Director Remuneration & Incentives	86.00	83.85
Director Sitting Fees	0.82	0.80
Gratuity Expenses	9.82	5.76
Incentive Expense	2.00	-
Total	167.35	141.26

23 Finance costs

Particulars	31 March 2024	31 March 2023
Interest expense		
-Interest on Bank Borrowings	89.28	62.39
-Interest on Duties & Taxes	0.92	4.15
-Interest on Unsecured Loans	-	1.15
Other borrowing costs		
-Bank Charges	9.41	25.41
-Loan Processing Fees	16.61	0.23
Interest on TDS	0.08	0.01
Total	116.30	93.34

24 Depreciation and amortization expenses

Particulars	31 March 2024	31 March 2023
Depreciation on property, plant and equipment	27.57	55.44
Total	27.57	55.44

25 Other expenses

Particulars	31 March 2024	31 March 2023
Auditors' Remuneration	8.85	1.15
Administrative expenses	2.41	2.73
Advertisement	23.63	46.64
Bad debts	277.85	-
Commission	125.12	48.87
Consultancy fees	10.71	10.57
Conveyance expenses	4.90	5.16
Freight Inward	0.57	0.90
Freight outward	35.80	36.75
Insurance	26.52	26.80

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	31 March 2024	31 March 2023
Manufacturing Expenses	1.89	4.49
Power and fuel	139.26	201.74
Professional fees	22.38	15.10
Rent	3.00	3.00
Repairs to buildings	2.10	-
Repairs to machinery	0.81	0.76
Repairs others	12.31	24.56
Rates and taxes	2.54	1.37
Telephone expenses	0.36	0.35
Travelling Expenses	27.42	28.30
Miscellaneous expenses	0.34	0.25
Clearing & Forwarding Expenses	162.03	406.92
Custom Duty Expenses	33.45	46.96
Duty Drawback Expenses	-	6.78
Effluent Treatment Expenses	8.66	7.93
ETP Additional Booking Charges	-	30.00
Gain / Loss on Sales of MEIS & RodTap	-	14.32
Indirect Duty related Expenses	0.04	1.58
Membership Fees	0.93	0.40
Packing,Loading & Unloading Expenses	52.94	41.26
Penalty Expenses	0.58	1.54
Postage & Courier Expenses	4.79	3.84
Printing & Stationery Expenses	6.10	5.05
Security Expenses	3.48	5.76
Software Expenses	0.10	0.26
Sundry Balances Written Off	1.57	-
Testing Expenses	6.68	6.94
Unrealised Foreign Exchange Gain/Loss	30.78	6.69
Water Expenses	2.46	1.75
Total	1,043.36	1,047.47

26 Tax Expenses

Particulars	31 March 2024	31 March 2023
Current Tax	37.53	129.84
Deferred Tax	4.90	(1.68)
Excess/Short Provision Written back/off	0.40	(0.37)
Total	42.83	127.79

27 Earning per share

Particulars	31 March 2024	31 March 2023
Profit attributable to equity shareholders (₹ in lakhs)	107.44	328.23
Weighted average number of Equity Shares	8,122,160	8,122,160
Earnings per share basic (₹)	1.32	4.04
Earnings per share diluted (₹)	1.32	4.04
Face value per equity share (₹)	10	10

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

28 Contingent Liabilities and Commitments

Particulars	31 March 2024	31 March 2023
Claims against the Company not acknowledged as debt		
- Income tax demands		
- Indirect tax demands	439.24	-
Total	439.24	-

29 Micro and Small Enterprise

Particulars	31 March 2024		31 March 2023	
	Principal	Interest	Principal	Interest
Amount Due to Supplier	464.85	-	25.93	-
Principal amount paid beyond appointed date	-	-	-	-
Interest due and payable for the year	-	-	-	-
Interest accrued and remaining unpaid	-	-	-	-
Interest paid other than under Section 16 of MSMED Act to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-	-	-
Interest paid under Section 16 of MSMED Act to suppliers registered under the MSMED Act beyond the appointed day during the year.	-	-	-	-

30 Earnings in Foreign Currencies

Particulars	31 March 2024	31 March 2023
Export of Goods calculated on FOB basis	4,412.45	6,838.69
Total	4,412.45	6,838.69

31 Expenditure made in Foreign Currencies

Particulars	31 March 2024	31 March 2023
Travelling	2.29	4.12
Commission	-	42.82
Professional and Consultation Fees	1.71	10.29
Exhibition	6.76	-
Total	10.75	57.23

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

32 Value of Import on CIF basis

Particulars	31 March 2024	31 March 2023
Raw Materials	784.41	1,097.09
Total	784.41	1,097.09

33 Related Party Disclosure

(i) List of Related Parties

Particulars	Relationship
Ashish C. Gandhi	Director
Mitesh C. Gandhi	Director
Komal M. Gandhi	Director
Arham Exports	Director's Proprietorship Firm
RCN Specialities Private Limited	Associate Company
Anita A. Gandhi	Relative of Director
Romil M. Gandhi	Relative of Director
Nimit M. Gandhi	Relative of Director
Chintan A. Gandhi	Relative of Director
Palash Colours Private Limited	Director is able to exercise significant influence

(ii) Related Party Transactions

Particulars	Relationship	31 March 2024	31 March 2023
Director Remuneration			
- Mitesh C. Gandhi	Director	27.00	26.00
- Ashish C. Gandhi	Director	31.00	31.85
- Komal M. Gandhi	Director	24.00	26.00
Consultancy Expenses			
- Nimit M. Gandhi	Relative of Director	4.80	4.80
Sales of goods			
- Palash Colours Private Limited	Director is able to exercise significant influence	459.56	718.24
- Arham Exports	Director's Proprietorship Firm	17.76	76.14
- RCN Specialities Private Limited	Associate Company	604.56	1,039.36
Purchase of goods			
- Palash Colours Private Limited	Director is able to exercise significant influence	604.56	1,039.36
Repayment of Unsecured Loan			
- Ashish C. Gandhi	Director	14.40	16.74
Rent Expenses			
- Arham Exports	Director's Proprietorship Firm	0.60	1.20
Acceptance of Unsecured Loan			
- Ashish C. Gandhi	Director	-	30.00
Interest Expenses			
- Ashish C. Gandhi	Director	-	1.15
Purchase of goods/license			
- Arham Exports	Director's Proprietorship Firm	302.56	230.96
Incentive			
- Ashish C. Gandhi	Director	3.00	-
- Mitesh C. Gandhi	Director	3.00	-
Commission Expenses			
- Ashish C. Gandhi	Director	2.00	-

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

(iii) Related Party Balances

Particulars	Relationship	31 March 2024	31 March 2023
Trade Payable			
- Arham Exports	Director's Proprietorship Firm	22.61	(69.75)
Other Current Liabilities			
- Nimit M. Gandhi	Relative of Director	0.36	0.36
Short term provisions			
- Mitesh C. Gandhi	Director	1.91	0.68
- Ashish C. Gandhi	Director	1.37	1.80
- Komal M. Gandhi	Director	1.58	0.27
Long term borrowing			
- Ashish C. Gandhi	Director	-	14.40
Trade Receivables			
- Palash Colours Private Limited	Director is able to exercise significant influence	139.17	29.62

34 Ratio Analysis

Particulars	Relationship	31 March 2024	31 March 2023	Change in %
(a) Current Ratio	Current Assets Current Liabilities	2.03	1.95	4.38%
(b) Debt-Equity Ratio	Total Debts Shareholder's Equity	0.40	0.31	29.99%
(c) Debt Service Coverage Ratio	Earning available for Debt Service Debt Service	2.18	4.23	-48.56%
(d) Return on Equity Ratio	Profit after Tax Average Shareholder's Equity	3.26%	10.55%	-69.05%
(e) Inventory turnover ratio	Total Turnover Average Inventories	3.41	5.65	-39.67%
(f) Trade receivables turnover ratio	Total Turnover Average Account Receivable	2.39	2.75	-13.27%
(g) Trade payables turnover ratio	Total Purchases Average Account Payable	4.22	4.27	-1.23%
(h) Net capital turnover ratio	Total Turnover Net Working Capital	2.61	3.65	-28.57%
(i) Net profit ratio	Net Profit Total Turnover	1.49%	3.19%	-53.11%
(j) Return on Capital employed	Earning before interest and taxes Capital Employed	5.70%	12.90%	-55.82%
(k) Return on investment	Return on Investment Total Investment	-2.51%	9.91%	-125.38%

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

Debt Equity Ratio:-	The Company's Total Debt has been Increased by 33.31% and Equity has been Increased by 2.56%.
Debt Service Coverage Ratio:-	The Company's Earning Available for Debt service has been Decreased by 53.79% and Debt Service has been Decreased by 10.16%.
Inventory Turnover Ratio:	The Company's Total Turnover has been Decreased by 30.20% and Average Inventories has been Increased by 15.70%.
Net Capital Turnover Ratio:-	The Company's Total Turnover has been Decreased by 30.20% and Net Working Capital has been Decreased by 2.28%.
Net Profit Ratio:-	The Company's PAT has been Decreased by 67.27% and Total Turnover has been Decreased by 30.20%.
Return on Capital Employed:-	The Company's EBIT has been Decreased by 51.47% and Capital Employed has been Increased by 9.84%
Return on Investment:	The Company's Return on Investment has been Decreased by 125.38%

35 Benami Transactions

There is no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

36 Wilful Defaulter

The Company has not been declared wilful defaulter by any bank or financial institutions or other lender.

37 Title deeds of Immovable Property

The title deeds of immovable properties are in the name of the company, except the lease hold premises, if any.

38 Transactions with Struck off Companies

As stated & Confirmed by the Board of Directors ,The Company has not under taken any transactions nor has outstanding balance with the Company Struck Off either under section 248 of the Act or under Section 560 of Companies act 1956.

39 Intangible Assets under Development

The company do not have any intangible assets under development , therefore disclosure related to ageing, is not applicable.

40 Satisfaction of Charge/Creation of Charge

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

41 Undisclosed Transactions

As stated & confirmed by the Board of Directors, The Company does not have 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.

42 Loan or Investment to Ultimate Beneficiaries

As stated & Confirmed by the Board of Directors, The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

43 Loan or Investment from Ultimate Beneficiaries

As stated & Confirmed by the Board of Directors, The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

44 Number of layer of companies

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.

45 Crypto Currency

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

46 Undisclosed Income

There is no undisclosed income, which was not disclosed by the company in earlier Financial year.

47 Security of current assets against borrowings

The company has sanctioned working capital limits in excess of Rs. 5.00 crores, in aggregate, during the year, from banks financial institutions on the basis of security of current assets. The quarterly returns and statement filed by the company with such banks or financial institutions are in agreement with the books of accounts of the company.

Notes to the Standalone Financial Statements

as at and for the year ended March 31, 2024

48 Audit Trail

The company has used an accounting software for maintaining its books of account 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.

49 Commitments and contingencies

- a) Capital commitments: NIL
- b) Contingencies: NIL

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
Firm's Registration No. 121172W

Piyush J. Shah
Partner
Membership No. 108670
UDIN: 24108670BKHAZW3528

Place : Ahmedabad
Date : 18 May 2024

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
DIN No. : 02142361

Kalusinh Chauhan
CFO

Place : Ahmedabad
Date : 18 May 2024

Ashish C Gandhi
Director
DIN No. : 02142344

Sona Bachani
Company Secretary

Independent Auditor’s Report

as at and for the year ended March 31, 2024

To the Members of,

Mahickra Chemicals Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of **Mahickra Chemicals Limited** (“the Company”), which comprise the balance sheet as at **31st March 2024**, and the statement of profit and loss for the year then ended, statement of cash flows and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March 2024** and its profit and loss.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor’s Response
1.	<p>Bad Debts provided during the year: We draw attention to Note no. 25 of the financial statements regarding Bad Debts provided during the year. Trade Receivables are significant to the Company’s financial statements. The Collectability of trade receivables is a key element of the company’s working capital management, which is managed on an ongoing basis by its management and they have written off Trade receivables amounting to ₹277.85/- Lakhs during the year. As the amount of balance written off is of significant value and hence, the matter has been identified as a Key Audit Matter.</p>	<p>We performed audit procedures on the assessment of trade receivables, which included substantive testing of revenue transactions, obtaining trade receivable external confirmations and testing the subsequent payments received. Assessing the impact of balances written off of trade receivables requires judgment and evaluation of management’s assumptions in determining the value for writing off of trade receivables, by analyzing the ageing of receivables, assessing significant overdue individual trade receivables and specific local risks, combined with Our audit procedures included the following:</p> <ol style="list-style-type: none"> Obtained an understanding of the process related to writing off of trade receivables; Evaluated the assessment made by the management on the writing off criteria basis in which receivables were written off by the Company; Read and assess the adequacy of disclosure made in the financial statements.

Independent Auditor's Report

as at and for the year ended March 31, 2024

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

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report, Shareholder's Information, but does not include the Standalone Financial Statements, Consolidated Financial Statements and our auditors' report thereon.

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

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) of the Company in accordance with the accounting principles

generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance

Independent Auditor's Report

as at and for the year ended March 31, 2024

with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 Consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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

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

We also provide those charged with governance with a statement that we have complied with relevant

Independent Auditor's Report

as at and for the year ended March 31, 2024

ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The balance sheet, the Statement of profit and loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

- e) On the basis of the written representations received from the directors as on 31st March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial control over with reference to the Consolidated Financial Statements of the Company.
- 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 information 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 read with Schedule V of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company has disclosed the impact of pending litigation on its Financial Statement. **Refer Note 28** to the Consolidated Financial Statements.

Independent Auditor's Report

as at and for the year ended March 31, 2024

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

iii. During the year, there were no amounts which are required to be transferred, to the Investor's Education and Protection Fund by the company.

iv. i) 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:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or
- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

ii) 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 to

or any other person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall:

- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or
- provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries.

iii) Based on such audit procedures as 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 mis-statement.

iv. The company or its holding company has declared and paid any dividend during the year.

vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account 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

Independent Auditor's Report

as at and for the year ended March 31, 2024

instance of audit trail feature being tampered with.

As provision 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.

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/"CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report,

according to the information and explanations given to us, and based on the CARO report issued by auditor of associate included in the Consolidated Financial Statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in this CARO report.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Piyush J. Shah
Partner
M. No: 108670
UDIN: 24108670BKHAZX2776

Place: Ahmedabad
Date: 18th May 2024

Annexure A

to the Independent Auditor's report on the Consolidated Financial Statements

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

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act.

We have audited the internal financial controls with reference to the Consolidated Financial Statements of Mahickra Chemicals Limited ("the Company") as of 31st March 2024 in conjunction with our audit of the Consolidated 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 financial controls with reference to Consolidated Financial Statements criteria established by the company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and whether 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 with reference to the Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to the Consolidated Financial Statements, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of the internal control based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error.

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

Annexure A

to the Independent Auditor's report on the Consolidated Financial Statements

Meaning of Internal Financial Controls with reference to the Consolidated Financial Statements

A company's internal financial controls with reference to the Consolidated Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Consolidated Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include 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 Consolidated Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls were operating effectively as at 31st March 2024, based on the internal financial controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For Piyush J. Shah & Co.

Chartered Accountants

FRN: 121172W

Piyush J. Shah

Partner

M. No: 108670

UDIN: 24108670BKHAZX2776

Place: Ahmedabad

Date: 18th May 2024

Consolidated Balance Sheet

as at 31 March 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	Note	31 March 2024	31 March 2023
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	3	812.22	812.22
(b) Reserves and Surplus	4	2,520.38	2,437.42
Total		3,332.60	3,249.64
(2) Non-current liabilities			
(a) Long-term Borrowings	5	38.86	96.69
(b) Long-term Provisions	6	34.69	20.12
Total		73.55	116.81
(3) Current liabilities			
(a) Short-term Borrowings	7	1,305.48	911.76
(b) Trade Payables	8		
- Due to Micro and Small Enterprises		363.62	916.72
- Due to Others		774.78	946.35
(c) Other Current Liabilities	9	191.20	189.00
(d) Short-term Provisions	10	37.81	17.48
Total		2,672.89	2,981.31
Total Equity and Liabilities		6,079.04	6,347.76
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	11	459.16	448.43
(ii) Capital Work-in-progress	11	70.32	42.76
(b) Non-current Investments	12	4.83	4.94
(c) Deferred Tax Assets (net)		1.13	6.04
(d) Long term Loans and Advances		71.07	-
(e) Other Non-current Assets		39.50	39.80
Total		646.01	541.97
(2) Current assets			
(a) Inventories	13	2,318.58	1,898.34
(b) Trade Receivables	14	2,348.18	3,676.64
(c) Cash and cash equivalents	15	1.56	4.73
(d) Short-term Loans and Advances	16	377.15	21.81
(e) Other Current Assets	17	387.56	204.27
Total		5,433.03	5,805.79
Total Assets		6,079.04	6,347.76

See accompanying notes to the financial statements

 As per our report of even date
For Piyush J. Shah & Co.
 Chartered Accountants
 Firm's Registration No. 121172W

Piyush J. Shah
 Partner
 Membership No. 108670
 UDIN: 24108670BKHAZX2776

 For and on behalf of the Board of
Mahickra Chemicals Limited
Mitesh C Gandhi
 Director
 DIN No. : 02142361

Ashish C Gandhi
 Director
 DIN No. : 02142344

Kalusinh Chauhan
 CFO

Sona Bachani
 Company Secretary

 Place : Ahmedabad
 Date : 18 May 2024

 Place : Ahmedabad
 Date : 18 May 2024

Statement of Profit and loss

for the year ended 31 March 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	Note	31 March 2024	31 March 2023
Revenue from Operations	18	7,191.68	10,303.38
Other Income	19	227.12	378.52
Total Income		7,418.80	10,681.90
Expenses			
Cost of Material Consumed	20	6,205.81	9,066.70
Change in Inventories of work in progress and finished goods	21	-291.86	-180.02
Employee Benefit Expenses	22	167.35	141.26
Finance Costs	23	116.30	93.34
Depreciation and Amortization Expenses	24	27.57	55.44
Other Expenses	25	1,043.47	1,047.47
Total expenses		7,268.64	10,224.19
Profit/(Loss) before Exceptional and Extraordinary Item and Tax		150.16	457.71
Exceptional Item		-	-
Profit/(Loss) before Extraordinary Item and Tax		150.16	457.71
Prior Period Item		-	1.24
Extraordinary Item		-	-
Profit/(Loss) before Tax		150.16	456.47
Tax Expenses	26		
- Current Tax		37.53	129.84
- Deferred Tax		4.90	-1.68
- Excess/Short Provision Written back/off		0.41	-0.37
Profit/(Loss) after Tax		107.32	328.68
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic (In Rs)	27	1.32	4.05
-Diluted (In Rs)	27	1.32	4.05

See accompanying notes to the financial statements

As per our report of even date
For Piyush J. Shah & Co.
 Chartered Accountants
 Firm's Registration No. 121172W

Piyush J. Shah
 Partner
 Membership No. 108670
 UDIN: 24108670BKHAZX2776

Place : Ahmedabad
 Date : 18 May 2024

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
 Director
 DIN No. : 02142361

Kalusinh Chauhan
 CFO

Place : Ahmedabad
 Date : 18 May 2024

Ashish C Gandhi
 Director
 DIN No. : 02142344

Sona Bachani
 Company Secretary

Statement of Cash Flow

for the year ended 31 March 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	Note	31 March 2024	31 March 2023
Cash Flow from Operating Activities			
Net Profit before tax		150.16	456.02
Depreciation and Amortisation Expense		27.57	55.44
Finance Costs		116.31	93.34
Operating Profit before working capital changes		294.04	604.81
Adjustment for:			
Inventories		-420.24	-151.98
Trade Receivables		1,328.45	134.20
Other Current Assets		-563.97	111.72
Trade Payables		-724.67	-337.51
Other Current Liabilities		2.20	-0.08
Short-term Provisions		34.90	-
Cash (Used in)/Generated from Operations		-49.30	361.15
Tax paid(Net)		-8.95	129.47
Net Cash (Used in)/Generated from Operating Activities		-40.35	231.68
Cash Flow from Investing Activities			
Purchase of Property, Plant and Equipment		-65.86	-86.34
Purchase of Equity Instruments		0.11	-
Sale / Redemption of Other Investments		-	-4.70
Loans and Advances given		-92.31	-
Net Cash (Used in)/Generated from Investing Activities		-158.05	-91.04
Cash Flow from Financing Activities			
Proceeds from Long Term Borrowings		-57.83	-
Repayment of Long Term Borrowings		-	-16.39
Proceeds from Short Term Borrowings		393.72	22.35
Dividends Paid (including Dividend Distribution Tax)		-24.37	-52.79
Interest Paid		-116.31	-93.34
Net Cash (Used in)/Generated from Financing Activities		195.22	-140.17
Net Increase/(Decrease) in Cash and Cash Equivalents		-3.18	0.47
Opening Balance of Cash and Cash Equivalents		4.74	4.27
Closing Balance of Cash and Cash Equivalents	15	1.56	4.74

Note:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".

See accompanying notes to the financial statements

 As per our report of even date
For Piyush J. Shah & Co.
 Chartered Accountants
 Firm's Registration No. 121172W

Piyush J. Shah
 Partner
 Membership No. 108670
 UDIN: 24108670BKHAZX2776

 For and on behalf of the Board of
Mahickra Chemicals Limited
Mitesh C Gandhi
 Director
 DIN No. : 02142361

Kalusinh Chauhan
 CFO

Ashish C Gandhi
 Director
 DIN No. : 02142344

Sona Bachani
 Company Secretary

 Place : Ahmedabad
 Date : 18 May 2024

 Place : Ahmedabad
 Date : 18 May 2024

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

1 COMPANY INFORMATION

MAHICKRA CHEMICAL LIMITED referred to as “The Company” is incorporated on 13th November, 2017 under Companies Act 2013 by conversion from Partnership firm to Unlisted Public Limited Company under Companies Act, 2013 and Certificate to that effect, was issued on 13th November, 2017 by Registrar of Companies, Gujarat State at Ahmedabad. It is engaged in Manufacturing & Trading of Dyes & Chemicals.

The Standalone & Consolidated financial statements for the year ended on 31st March, 2024 are approved by the Board of Directors and authorised for issue on 18th May 2024.

2 MATERIAL ACCOUNTING POLICIES

a Basis of Preparation

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (‘Indian GAAP’) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis, except for certain financial instruments which are measured at fair value.

b Use of estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expense during the year. Examples of such estimates include provisions for doubtful receivables, provision for income taxes, the useful lives of depreciable Property, Plant and Equipment and provision for impairment. Future results could differ due to changes in these estimates and the difference between the actual result and the estimates are recognised in the period in which the results are known / materialise.

c Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation/amortisation. Costs include all expenses incurred to bring the asset to its present location and condition. Property, Plant and Equipment exclude computers and other assets individually costing Rs. 5000 or less which are not capitalised except when they are part of a larger capital investment programme.

d Depreciation / amortisation

In respect of Property, Plant and Equipment (other than freehold land and capital work-in-progress) acquired during the year, depreciation/amortisation is charged on a straight line basis so as to write-off the cost of the assets over the useful lives.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

Type of Assets	Period
Buildings	30 Years
Plant and Equipment	15 Years
Furniture and Fixtures	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computers	4 Years

e Leases

Assets taken on lease by the Company in its capacity as lessee, where the Company has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight-line basis.

f Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset. Reversal of impairment loss is recognised as income in the statement of profit and loss.

g Investments

Long-term investments and current maturities of long-term investments are stated at cost, less provision for other than temporary diminution in value. Current investments, except for current maturities of long-term investments, comprising investments in mutual funds, government securities and bonds are stated at the lower of cost and fair value.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

h Revenue recognition

Revenue from the sale of equipment are recognised upon delivery, which is when title passes to the customer. Revenue is reported net of discounts.

Dividend is recorded when the right to receive payment is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

i Taxation

Current income tax expense comprises taxes on income from operations in India and in foreign jurisdictions. Income taxpayable in India is determined in accordance with the provisions of the Income Tax Act, 1961. Tax expense relating to foreign operations is determined in accordance with tax laws applicable in countries where such operations are domiciled.

Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax after the tax holiday period. Accordingly, MAT is recognised as an asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with it will fructify.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction for relevant tax paying units and where the Company is able to and intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

j Foreign currency transactions

Income and expense in foreign currencies are converted at exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities other than net investments in non-integral foreign operations are translated at the exchange rate prevailing on the balance sheet date and exchange gains and losses are recognised in the statement of profit and loss.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

Exchange difference arising on a monetary item that, in substance, forms part of an enterprise's net investments in a non-integral foreign operation are accumulated in a foreign currency translation reserve.

k Inventories

Raw materials are carried at the lower of cost and net realisable value. Cost is determined on a weighted average basis. Purchased goods-in-transit are carried at cost. Work-in-progress is carried at the lower of cost and net realisable value. Stores and spare parts are carried at lower of cost and net realisable value. Finished goods produced or purchased by the Company are carried at lower of cost and net realisable value. Cost includes direct material and labour cost and a proportion of manufacturing overheads.

l Provisions, Contingent liabilities and Contingent assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

m Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

n Capital work in progress

Expenditure related to and incurred during the implementation of the projects is included under Capital Work-in- Progress and the same are capitalized under the appropriate heads on completion of the projects, if any.

o Borrowing Cost

Borrowing costs include interest, amortization of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction/development of the qualifying asset upto the date of capitalization of such asset is added to the cost of the assets.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

Capitalization of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

p Cash Flow Statement

The Company has prepared cash flow statement by following an indirect method as per Accounting standard - 3 issued by ICAI.

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

Cash and Cash equivalent mentioned in Balance Sheet and cash flow comprise of Cash on hand, Balance with banks and amount kept as fixed deposit in banks

q Earning Per Share

- i) Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
- ii) For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

r Segment Reporting

As per the information received from the management the company has only one reportable business and hence segment wise information is not given.

s Government Grants

- i) Grants are accounted for where it is reasonably certain that the ultimate collection will be made.
- ii) Grants relating to PPE in the nature of Project Capital Subsidy are credited to that particular PPE.
- iii) Others are credited to Statement of Profit and Loss.

t Retirement Benefits

- i) Leave Encashment:
Leave Encashment is payable as and when due and to the extent there is contravention of Accounting Standard - 15 "Employee Benefits", which has become mandatory. However, the

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

quantum of leave encashment payable is not worked out and therefore it is not possible to quantify the effect of the same on profit and loss account.

ii) **Defined Contribution Plans:**

These are plans in which the company pays pre-defined amounts to separate funds and does not have any legal or informal obligations to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payment to the defined contributions plans are reported as expenses during the period in which the employees perform the services that the payment covers.

u Current and Non-Current Classification

i) The Normal Operating Cycle for the Company has been assumed to be of twelve months for classification of its various assets and liabilities into "Current" and "Non-Current".

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

iii) An asset is current when it is (a) expected to be realised or intended to be sold or consumed in normal operating cycle; (b) held primarily for the purpose of trading; (c) expected to be realised within twelve months after the reporting period; (d) Cash and cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

iv) An liability is current when (a) it is expected to be settled in normal operating cycle; (b) it is held primarily for the purpose of trading; (c) it is due to be discharged within twelve months after the reporting period; (d) 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.

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
Firm's Registration No. 121172W

Piyush J. Shah
Partner
Membership No. 108670
UDIN: 24108670BKHAZX2776

Place : Ahmedabad
Date : 18 May 2024

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
DIN No. : 02142361

Kalusinh Chauhan
CFO

Place : Ahmedabad
Date : 18 May 2024

Ashish C Gandhi
Director
DIN No. : 02142344

Sona Bachani
Company Secretary

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

3 Share Capital

(₹ in Lac, except for share data and if otherwise stated)

Particulars	31 March 2024	31 March 2023
Authorised Share Capital		
Equity Shares, Rs. 10 par value, 11000000 (Previous Year -11000000) Equity Shares	1,100.00	1,100.00
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, Rs. 10 par value 8122160 (Previous Year -8122160) Equity Shares paid up	812.22	812.22
Total	812.22	812.22

(i) Reconciliation of number of shares

Particulars	31 March 2024		31 March 2023	
	No. of shares	(₹ in lakhs)	No. of shares	(₹ in lakhs)
Opening Balance	8,122,160	812.22	8,122,160	812.22
Issued during the year	-	-	-	-
Deletion	-	-	-	-
Closing balance	8,122,160	812.22	8,122,160	812.22

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares	31 March 2024		31 March 2023	
	Name of Shareholder	No. of shares	In %	No. of shares
Mitesh C. Gandhi	717,028	8.83%	679,528	8.37%
Ashish C. Gandhi	1,785,623	21.98%	1,785,623	21.98%
Komal M. Gandhi	956,113	11.77%	933,613	11.49%

(iv) Shares held by Promoters at the end of the year 31 March 2024

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Mitesh C. Gandhi	Equity	717,028	8.83%	0.46%
Ashish C. Gandhi	Equity	1,785,623	21.98%	0.00%
Komal M. Gandhi	Equity	956,113	11.77%	0.28%
Champaklal K. Gandhi HUF	Equity	55,500	0.68%	0.17%
Ashishkumar C. Gandhi HUF	Equity	76,500	0.94%	0.17%
Mitesh C. Gandhi HUF	Equity	108,000	1.33%	0.39%

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Champaklal K. Gandhi	Equity	227,499	2.80%	0.00%
Jayantilal S. Shah	Equity	16,534	0.20%	0.00%
Sulochana A. Kotadia	Equity	28,000	0.34%	0.04%
Anitaben A. Gandhi	Equity	252,400	3.11%	0.37%
Romil M. Gandhi	Equity	63,000	0.78%	0.00%
Chintan A. Gandhi	Equity	99,000	1.22%	0.00%
Nimit M. Gandhi	Equity	78,000	0.96%	0.04%

Shares held by Promoters at the end of the year 31 March 2023

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Mitesh C. Gandhi	Equity	679,528	8.37%	0.65%
Ashish C. Gandhi	Equity	1,785,623	21.98%	0.20%
Komal M. Gandhi	Equity	933,613	11.49%	0.11%
Champaklal K. Gandhi HUF	Equity	42,000	0.52%	0.09%
Ashishkumar C. Gandhi HUF	Equity	63,000	0.78%	0.20%
Mitesh C. Gandhi HUF	Equity	76,500	0.94%	0.11%
Champaklal K. Gandhi	Equity	227,499	2.80%	0.00%
Jayantilal S. Shah	Equity	16,534	0.20%	0.00%
Sulochana A. kotadia	Equity	25,000	0.31%	0.00%
Anitaben A. Gandhi	Equity	222,355	2.74%	0.18%
Romil M. Gandhi	Equity	63,000	0.78%	0.00%
Chintan A. Gandhi	Equity	99,000	1.22%	0.17%
Nimit M. Gandhi	Equity	75,000	0.92%	0.00%

4 Reserves and Surplus

Particulars	31 March 2024	31 March 2023
Securities Premium		
Opening Balance	1,037.14	1,038.62
(Add)/Less: Adjustment	-	1.48
Closing Balance	1,037.14	1,037.14
Statement of Profit and loss	812.22	812.22
Balance at the beginning of the year	1,400.28	1,124.40
Add: Profit/(loss) during the year	107.32	328.68
Less: Appropriation		
Dividend on Equity Shares (Incl. DDT)	24.37	52.79
Balance at the end of the year	1,483.24	1,400.28
Total	2,520.38	2,437.43

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

5 Long term borrowings

Particulars	31 March 2024	31 March 2023
Secured Term loans from banks	38.86	82.28
Unsecured Term loans from other parties	-	14.41
Total	38.86	96.69

Particulars of Long term Borrowings

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No of Installment
State Bank of India	Hypothecation of Stock and Receivables and other current assests	9.25%	2.47	36

The following person has provided personal guarantees : Mr. Ashish Kumar C Gandhi, Mr. Mitesh Kumar C Gandhi, Mrs. Komal M Gandhi.

6 Long term provisions

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	34.69	20.12
Total	34.69	20.12

7 Short term borrowings

Particulars	31 March 2024	31 March 2023
Current maturities of long-term debt	29.67	30.59
Secured Loans repayable on demand from banks	1,275.81	881.17
Total	1,305.48	911.76

Particulars of Short term Borrowings

Name of Lender/Type of Loan	Rate of Interest	Nature of Security
SBI Cash Credit A/c No.38338264051	915.00%	Hypothecation of Stock and Receivables and other current assests
SBI EPC/OD A/c No. 41134174072_NEW	788.00%	Hypothecation of Stock and Receivables and other current assests

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

The following person has provided personal guarantees : Mr. Ashish Kumar C Gandhi, Mr. Mitesh Kumar C Gandhi, Mrs.Komal M Gandhi

The company has also provided the following land and building as the collateral security:

- 1) Immovable Property situated at bearing Plot no. 1209, Revenue survey no.150 (part) and 151 (part), situated at village -Godhasar,Taluka -Vatva, Ahmedabad
- 2) Immovable Property situated at Flat no. SF 04,Sun Castle Complex Part 3 of land bearing survey no. 95/1 &100,T.PS No.1 of FP No. 237,238, city survey no:4777, Ghatlodia, Ahmedabad
- 3) Immovable Property situated at Plot no. 1201 & 1202, vatva industrial area, Revenue survey no. 135 at Ghodasar, Taluka, Vatva, Ahmedabad

8 Trade payables

Particulars	31 March 2024	31 March 2023
Due to Micro and Small Enterprises	363.62	916.72
Due to others	774.78	946.35
Total	1,138.40	1,863.07

8.1 Trade Payable ageing schedule as at 31 March 2024

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	363.62	-	-	-	363.62
Others	725.59	49.19	-	-	774.78
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
Sub total					1,138.40
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,138.40

8.2 Trade Payable ageing schedule as at 31 March 2023

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	916.72	-	-	-	916.72
Others	946.35	-	-	-	946.35
Disputed dues-MSME	-	-	-	-	-
Disputed dues-Others	-	-	-	-	-
Sub total					1,863.07
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,863.07

9 Other current liabilities

Particulars	31 March 2024	31 March 2023
Advances from customers	0.87	0.12
Dividend Payable	0.36	0.25
Sundry Creditors for Expense- MSME	3.53	6.02
Sundry Creditors for Expense- Other Than MSME	183.07	179.31
TCS Payable	0.03	0.06
TDS Payable	3.34	3.24
Total	191.20	189.00

10 Short term provisions

Particulars	31 March 2024	31 March 2023
Provision for employee benefits	11.05	12.30
Provision for others		
-Provision For Expenses	26.76	5.18
Total	37.81	17.48

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

11 Property, Plant and Equipment

Name of Assets	Gross Block			Depreciation and Amortization				Net Block	
	As on 1-Apr-23	Addition	Deduction	As on 31-Mar-24	As on 1-Apr-23	for the year	Deduction	As on 31-Mar-24	As on 31-Mar-23
(i) Property, Plant and Equipment									
Buildings	374.86	8.77	-	383.63	61.46	10.60		72.07	311.57
Furniture and Fittings	24.35	0.75	-	25.10	10.98	1.51		12.49	12.61
Plant and Machinery	205.28	25.65	-	230.93	106.25	11.56		117.82	113.11
Office Equipment	14.45	-	-	14.45	11.34	0.74		12.07	2.37
Motor Vehicles	43.18	-	-	43.18	25.71	2.52		28.24	14.94
Computer and Data processing units	1.55	1.75	-	3.30	1.35	0.37		1.72	1.58
Electrical Installations and Equipment	3.11	1.37	-	4.48	1.23	0.26		1.49	2.99
Total	666.76	38.30	-	705.06	218.33	27.57	-	245.90	448.43
Previous Year	329.75	337.01	-	666.76	161.88	55.44	-1.01	218.33	448.43
(ii) Capital Work-in-progress									
Capital Work-in-Progress Ageing Schedule									
Capital Work-in-Progress	Amount in CWIP for a period of			31 March 2024	Amount in CWIP for a period of				31 March 2023
	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Less than 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
Projects in progress	27.56	42.76	-	-	42.76	-	-	-	42.76
Projects temporarily suspended	-	-	-	-	-	-	-	-	-

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

12 Non current investments

Particulars	31 March 2024	31 March 2023
Unquoted Trade Investments in Equity Instruments	4.83	4.94
Total	4.83	4.94

12.1 Details of Investments

Name of Entity	No of Shares	31 March 2024	No of Shares	31 March 2023
RCN Specialities Private Limited	45,000	4.50	45,000	4.50

13 Inventories

Particulars	31 March 2024	31 March 2023
Raw materials	841.12	712.74
Work-in-progress	1,454.20	1,180.51
Finished goods	2.19	5.09
Stock-in-trade	21.07	-
Total	2,318.58	1,898.34

14 Trade receivables

Particulars	31 March 2024	31 March 2023
Unsecured considered good	2,348.18	3,676.64
Total	2,348.18	3,676.64

14.1 Trade Receivables ageing schedule as at 31 March 2024

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	1,446.31	124.54	430.15	325.78	21.40	2,348.19
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						2,348.19
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						2,348.19

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

14.2 Trade Receivables ageing schedule as at 31 March 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	2,159.29	401.30	521.38	256.04	338.62	3,676.64
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						3,676.64
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						3,676.64

15 Cash and cash equivalents

Particulars	31 March 2024	31 March 2023
Cash on hand	1.10	4.37
Balances with banks in current accounts	0.46	0.36
Total	1.56	4.73

16 Short term loans and advances

Particulars	31 March 2024	31 March 2023
Loans and advances to employees	-	0.38
Advance Income Tax (Net of provision for taxes)	49.24	3.81
Other loans and advances (Unsecured, considered good)		
-Advance to Creditor for Expenses	1.87	17.62
-Loans and Advances to Other Parties	326.04	-
Total	377.15	21.81

17 Other current assets

Particulars	31 March 2024	31 March 2023
Export Incentive Receivables	37.50	27.85
GST Receivables	305.55	158.06
Income Tax Refund Receivables	5.46	6.32
Prepaid Expenses	33.22	3.69
Prepaid Insurance	5.83	8.35
Total	387.56	204.27

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

18 Revenue from operations

Particulars	31 March 2024	31 March 2023
Sale of products		
-Domestic Sales	2,779.23	3,145.83
-Export Sales	4,412.45	7,157.55
Total	7,191.68	10,303.38

19 Other Income

Particulars	31 March 2024	31 March 2023
Interest Income	4.55	1.82
Discount Income	-	1.21
Export Incentive Income	160.15	233.37
Gain on Associate Investment	-	0.45
Realised Foreign Exchange Gain	62.42	141.67
Total	227.12	378.52

20 Cost of Material Consumed

Particulars	31 March 2024	31 March 2023
Raw Material Consumed		
Opening stock	712.74	740.78
Purchases	6,334.19	9,038.66
Less: Closing stock	841.12	712.74
Total	6,205.81	9,066.70

21 Change in Inventories of work in progress and finished goods

Particulars	31 March 2024	31 March 2023
Opening Inventories		
Finished Goods	5.09	55.73
Work-in-progress	1,180.51	949.85
Stock-in-trade	-	-
Less: Closing Inventories		
Finished Goods	2.19	5.09
Work-in-progress	1,454.20	1,180.51
Stock-in-trade	21.07	-
Total	-291.86	-180.02

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

22 Employee benefit expenses

Particulars	31 March 2024	31 March 2023
Salaries and wages	64.61	46.51
Contribution to provident and other funds	1.68	1.57
Staff welfare expenses	2.42	2.77
Director Remuneration & Incentives	86.00	83.85
Director Sitting Fees	0.82	0.80
Gratuity Expenses	9.82	5.76
Incentive Expense	2.00	-
Total	167.35	141.26

23 Finance costs

Particulars	31 March 2024	31 March 2023
Interest expense		
-Interest on Bank Borrowings	89.28	62.39
-Interest on Duties & Taxes	0.92	4.15
-Interest on Unsecured Loans	-	1.15
Other borrowing costs		
-Bank Charges	9.41	25.41
-Loan Processing Fees	16.61	0.23
Interest on TDS	0.08	0.01
Total	116.30	93.34

24 Depreciation and amortization expenses

Particulars	31 March 2024	31 March 2023
Depreciation on property, plant and equipment	27.57	55.44
Total	27.57	55.44

25 Other expenses

Particulars	31 March 2024	31 March 2023
Auditors' Remuneration	8.85	1.15
Administrative expenses	2.41	2.73
Advertisement	23.63	46.64
Bad debts	277.85	-
Commission	125.12	48.87
Consultancy fees	10.71	10.57
Conveyance expenses	4.90	5.16
Freight Inward	0.57	0.90
Freight outward	35.80	36.75
Insurance	26.52	26.80

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

Particulars	31 March 2024	31 March 2023
Manufacturing Expenses	1.89	4.49
Power and fuel	139.26	201.74
Professional fees	22.38	15.10
Rent	3.00	3.00
Repairs to buildings	2.10	-
Repairs to machinery	0.81	0.76
Repairs others	12.31	24.56
Rates and taxes	2.54	1.37
Telephone expenses	0.36	0.35
Travelling Expenses	27.42	28.30
Miscellaneous expenses	0.34	0.25
Clearing & Forwarding Expenses	162.03	406.92
Custom Duty Expenses	33.45	46.96
Duty Drawback Expenses	-	6.78
Effluent Treatment Expenses	8.66	7.93
ETP Additional Booking Charges	-	30.00
Gain / Loss on Sales of MEIS & RodTap	-	14.32
Indirect Duty related Expenses	0.04	1.58
Loss on Associate Investment	0.11	-
Membership Fees	0.93	0.40
Packing, Loading & Unloading Expenses	52.94	41.26
Penalty Expenses	0.58	1.54
Postage & Courier Expenses	4.79	3.84
Printing & Stationery Expenses	6.10	5.05
Security Expenses	3.48	5.76
Software Expenses	0.10	0.26
Sundry Balances Written Off	1.57	-
Testing Expenses	6.68	6.94
Unrealised Foreign Exchange Gain/Loss	30.78	6.69
Water Expenses	2.46	1.75
Total	1,043.47	1,047.47

26 Tax Expenses

Particulars	31 March 2024	31 March 2023
Current Tax	37.53	129.84
Deferred Tax	4.90	-1.68
Excess/Short Provision Written back/off	0.41	-0.37
Total	42.84	127.79

27 Earning per share

Particulars	31 March 2024	31 March 2023
Profit attributable to equity shareholders (₹ in lakhs)	107.32	328.68
Weighted average number of Equity Shares	8,122,160	8,122,160
Earnings per share basic (₹)	1.32	4.05
Earnings per share diluted (₹)	1.32	4.05
Face value per equity share (₹)	10	10

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

28 Contingent Liabilities and Commitments

Particulars	31 March 2024	31 March 2023
Claims against the Company not acknowledged as debt		
- Income tax demands		
- Indirect tax demands	439.24	-
Total	439.24	-

29 Micro and Small Enterprise

Particulars	31 March 2024		31 March 2023	
	Principal	Interest	Principal	Interest
Amount Due to Supplier	464.85	-	25.93	-
Principal amount paid beyond appointed date	-	-	-	-
Interest due and payable for the year	-	-	-	-
Interest accrued and remaining unpaid	-	-	-	-
Interest paid other than under Section 16 of MSMED Act to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-	-	-
Interest paid under Section 16 of MSMED Act to suppliers registered under the MSMED Act beyond the appointed day during the year.	-	-	-	-

30 Earnings in Foreign Currencies

Particulars	31 March 2024	31 March 2023
Export of Goods calculated on FOB basis	4,412.45	6,838.69
Total	4,412.45	6,838.69

31 Expenditure made in Foreign Currencies

Particulars	31 March 2024	31 March 2023
Travelling	2.29	4.12
Commission	-	42.82
Professional and Consultation Fees	1.71	10.29
Exhibition	6.76	-
Total	10.75	57.23

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

32 Value of Import on CIF basis

Particulars	31 March 2024	31 March 2023
Raw Materials	784.41	1,097.09
Total	784.41	1,097.09

33 Related Party Disclosure

(i) List of Related Parties

Particulars	Relationship
Ashish C. Gandhi	Director
Mitesh C. Gandhi	Director
Komal M. Gandhi	Director
Arham Exports	Director's Proprietorship Firm
Anita A. Gandhi	Relative of Director
Romil M. Gandhi	Relative of Director
Nimit M. Gandhi	Relative of Director
Chintan A. Gandhi	Relative of Director
Palash Colours Private Limited	Director is able to exercise significant influence

(ii) Related Party Transactions

Particulars	Relationship	31 March 2024	31 March 2023
Director Remuneration			
- Mitesh C. Gandhi	Director	27.00	26.00
- Ashish C. Gandhi	Director	31.00	31.85
- Komal M. Gandhi	Director	24.00	26.00
Consultancy Expenses			
- Nimit M. Gandhi	Relative of Director	4.80	4.80
Sales of goods			
- Palash Colours Private Limited	Director is able to exercise significant influence	459.56	718.24
- Arham Exports	Director's Proprietorship Firm	17.76	76.14
Purchase of goods			
- Palash Colours Private Limited	Director is able to exercise significant influence	604.56	1,039.36
Repayment of Unsecured Loan			
- Ashish C. Gandhi	Director	14.40	16.74
Rent Expenses			
- Arham Exports	Director's Proprietorship Firm	0.60	1.20
Acceptance of Unsecured Loan			
- Ashish C. Gandhi	Director	-	30.00
Interest Expenses			
- Ashish C. Gandhi	Director	-	1.15
Purchase of goods/license			
- Arham Exports	Director's Proprietorship Firm	302.56	230.96
Incentive			
- Ashish C. Gandhi	Director	3.00	6.68
- Mitesh C. Gandhi	Director	3.00	-
Commission Expenses			
- Ashish C. Gandhi	Director	2.00	-

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

(₹ in Lac, except for share data and if otherwise stated)

(iii) Related Party Balances

Particulars	Relationship	31 March 2024	31 March 2023
Trade Payable			
- Arham Exports	Director's Proprietorship Firm	22.61	-69.75
Other Current Liabilities			
- Nimit M. Gandhi	Relative of Director	0.36	0.36
Short term provisions			
- Mitesh C. Gandhi	Director	1.91	0.68
- Ashish C. Gandhi	Director	1.37	1.80
- Komal M. Gandhi	Director	1.58	0.27
Long term borrowing			
- Ashish C. Gandhi	Director	-	14.40
Trade Receivables			
- Palash Colours Private Limited	Director is able to exercise significant influence	139.17	29.62

34 Ratio Analysis

Particulars	Relationship	31 March 2024	31 March 2023	Change in %
(a) Current Ratio	Current Assets Current Liabilities	2.03	1.95	4.38%
(b) Debt-Equity Ratio	Total Debts Shareholder's Equity	0.40	0.31	29.99%
(c) Debt Service Coverage Ratio	Earning available for Debt Service Debt Service	2.18	4.23	-48.56%
(d) Return on Equity Ratio	Profit after Tax Average Shareholder's Equity	3.26%	10.56%	-69.12%
(e) Inventory turnover ratio	Total Turnover Average Inventories	3.41	5.65	-39.67%
(f) Trade receivables turnover ratio	Total Turnover Average Account Receivable	2.39	2.75	-13.27%
(g) Trade payables turnover ratio	Total Purchases Average Account Payable	4.22	4.27	-1.23%
(h) Net capital turnover ratio	Total Turnover Net Working Capital	2.61	3.65	-28.57%
(i) Net profit ratio	Net Profit Total Turnover	1.49%	3.19%	-53.22%
(j) Return on Capital employed	Earning before interest and taxes Capital Employed	5.70%	12.91%	-55.87%
(k) Return on investment	Return on Investment Total Investment	-2.34%	9.01%	-125.98%

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

Debt Equity Ratio:-	The Company's Total Debt has been Increased by 33.31% and Equity has been Increased by 2.56%.
Debt Service Coverage Ratio:-	The Company's Earning Available for Debt service has been Decreased by 53.79% and Debt Service has been Decreased by 10.16%.
Inventory Turnover Ratio:	The Company's Total Turnover has been Decreased by 30.20% and Average Inventories has been Increased by 15.70%.
Net Profit Ratio:	The Company's PAT has been Decreased by 67.35% and Total Turnover has been Decreased by 30.20%.
Return on Capital Employed:-	The Company's EBIT has been Decreased by 51.53% and Capital Employed has been Increased by 9.84%

35 Benami Transactions

There is no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

36 Wilful Defaulter

The Company has not been declared wilful defaulter by any bank or financial institutions or other lender.

37 Title deeds of Immovable Property

The title deeds of immovable properties are in the name of the company, except the lease hold premises, if any.

38 Transactions with Struck off Companies

As stated & Confirmed by the Board of Directors ,The Company has not under taken any transactions nor has outstanding balance with the Company Struck Off either under section 248 of the Act or under Section 560 of Companies act 1956.

39 Intangible Assets under Development

The company do not have any intangible assets under development , therefore disclosure related to ageing, is not applicable.

40 Satisfaction of Charge/Creation of Charge

There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

41 Undisclosed Transactions

As stated & confirmed by the Board of Directors, The Company does not have 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.

42 Loan or Investment to Ultimate Beneficiaries

As stated & Confirmed by the Board of Directors, The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

43 Loan or Investment from Ultimate Beneficiaries

As stated & Confirmed by the Board of Directors, The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

44 Number of layer of companies

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.

45 Crypto Currency

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

46 Undisclosed Income

There is no undisclosed income, which was not disclosed by the company in earlier Financial year.

Notes to the Consolidated Financial Statements

as at and for the year ended March 31, 2024

47 Security of current assets against borrowings

The company has sanctioned working capital limits in excess of Rs. 5.00 crores, in aggregate, during the year, from banks financial institutions on the basis of security of current assets. The quarterly returns and statement filed by the company with such banks or financial institutions are in agreement with the books of accounts of the company.

48 Audit Trail

The company has used an accounting software for maintaining its books of account 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.

49 Commitments and contingencies

- a) Capital commitments: NIL
- b) Contingencies: NIL

As per our report of even date
For Piyush J. Shah & Co.
Chartered Accountants
Firm's Registration No. 121172W

Piyush J. Shah
Partner
Membership No. 108670
UDIN: 24108670BKHAZX2776

Place : Ahmedabad
Date : 18 May 2024

For and on behalf of the Board of
Mahickra Chemicals Limited

Mitesh C Gandhi
Director
DIN No. : 02142361

Kalusinh Chauhan
CFO

Place : Ahmedabad
Date : 18 May 2024

Ashish C Gandhi
Director
DIN No. : 02142344

Sona Bachani
Company Secretary

MAHICKRA CHEMICALS LIMITED

Reg. Office: Plot No. 1209, Phase 3, GIDC, Vatva, Ahmedabad – 382445, Gujarat, India.

CIN: L24304GJ2017PLC099781; Phone: 079-48994608

Email-ID: info@mahickra.com Website: www.mahickra.com

ATTENDANCE SLIP

Folio No. / DP ID & Client ID : _____
Name & Address : _____
Name(s) of the Joint Holder(s), if any : _____
No. of shares held : _____

I/We hereby record my / our presence at the 07th Annual General Meeting of the members of the Company to be held on Saturday, September 21, 2024 at 02:00 p.m. at Corporate Office of the Company at Plot No. 1201-1202, Phase 3, GIDC, Vatva, Ahmedabad-382445, Gujarat, India.

Full name of Proxy / Authorised Representative	
Member's / Proxy's / Authorised Representative's Signature	

Signature of shareholder(s)/proxy

Note:

1. A Member / Proxy / Authorised Representative needs to furnish duly signed "Attendance Slip" along with a valid Identity proof such as PAN Card, Passport, Aadhaar-Card or Driving License at the entrance of the meeting hall.
2. Shareholders are requested to indicate their Folio No., DP ID*, Client ID*, the Change in their address, if any, to the Registrar & Share Transfer Agents, at Big Share Services Private Limited.
3. Electronic copy of the Notice of the Annual General Meeting (AGM) along with Attendance Slip and Proxy Form is being sent to all the members whose email address is registered with the Company/ Depository Participant unless any member has requested for a hard copy of the same. Members receiving electronic copy and attending the AGM can print copy of this Attendance Slip.

MAHICKRA CHEMICALS LIMITED

Reg. Office: Plot No. 1209, Phase 3, GIDC, Vatva, Ahmedabad – 382445, Gujarat, India.

CIN: L24304GJ2017PLC099781; Phone: 079-48994608

Email-ID: info@mahickra.com Website: www.mahickra.com

FORM NO. MGT-11 PROXY FORM

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

Name of the Member(s)	
Registered Address	
E-mail Id	
Folio No./Client ID/ DP. ID	
No. of Shares	

I/We, being the Member(s) of the above named company, hereby appoint:

Sr. No.	Name	Address	Email address	Signature	
1					or failing him / her
2					or failing him / her
3					or failing him / her

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 07th Annual General Meeting of the Company, to be held on 21st September, 2024 at 02:00 P.M.at the Corporate Office of the Company and at any adjournment thereof, in respect of such resolutions as are indicated below:

**I wish my above proxy to vote in the manner as indicated in the box below:

Resolution No.	Particulars of Resolution	Mode of Passing (Ordinary / Special Resolution)
Ordinary Businesses		
1	To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2024, Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto ("Financial Statement") of the Company for the financial year ended 31st March, 2024 and the Reports of the Board of Directors and the Auditors thereon	Ordinary Resolution
2	To appoint a director in place of Mr. Ashishkumar Champaklal Gandhi (DIN: 02142344), who retires by rotation and being eligible, offers himself for re-appointment as Director	Ordinary Resolution
3	To appoint M/s. Piyush J Shah & Co., Chartered Accountants as Statutory Auditors of the Company for a first term of five years and to fix their remuneration	Ordinary Resolution

Signed this _____ day of _____ 2024

Signature of shareholder _____

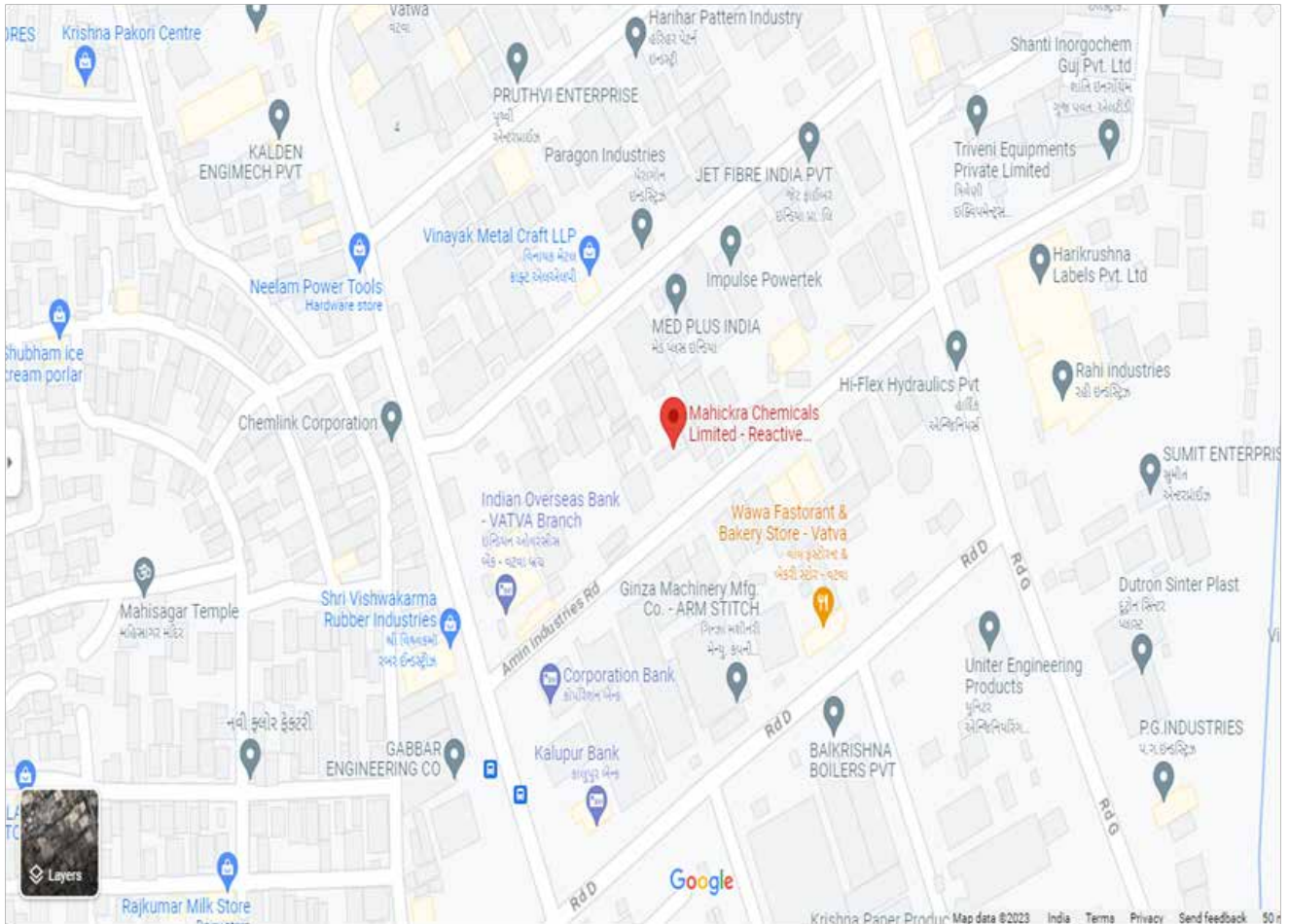
Signature of Proxy holder(s) _____

Affix One Re. Revenue Stamp

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% 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.
4. **It is optional to put 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your proxy will be entitled to vote in the manner as he / she thinks appropriate.
5. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
6. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 07th Annual General Meeting.
7. Appointing the proxy does not prevent a shareholder from attending the meeting in person if he so wishes.
8. Please complete all details including details of member(s) in above box before submission.

ROUTE MAP OF AGM VENUE





MAHICKRA CHEMICALS LIMITED



Ø ZDHC



Regd. Office : Plot No.: 1209, Phase -3, GIDC, Vatva, Ahmedabad-382 445.
Corp. Office : Plot No.: 1201-1202, Phase-3, GIDC, Vatva, Ahmedabad-382 445,
Gujarat, INDIA.

+91-79-48994608

info@mahickra.com, cs@mahickra.com, cfo@mahickra.com

WIDE RANGE OF APPLICATION

- Direct Printing
- Silicate Dyeing
- Discharge Printing
- Exhaust Dyeing
- Cold Pad Batch Dyeing
- Resist Printing

 www.mahickra.com