

31st

ANNUAL REPORT
2023 - 24

FROM THE CHAIRMAN'S DESK

Dear valued stakeholders,

As I reflect on the past year, I am proud to report that Choksi Laboratories Limited has made significant strides in advancing our mission to deliver high-quality testing services and drive innovation in the field of testing of pharmaceuticals, food and agricultural products, construction materials, chemicals etc.

Our focus on innovation has led to the development of new tests and services, which has enabled us to improve patient outcomes and support the medical community. We have also made significant strides in our sustainability initiatives, reducing our environmental impact and promoting a culture of responsibility.

I am proud of our team's dedication, expertise, and passion for delivering exceptional results. We have made significant investments in new technologies, processes, and people, positioning us for continued success in the years to come.

As we move forward, we remain focused on our mission to advance healthcare through laboratory testing and innovation.

As we look to the future, we are committed to:

- Continuing to deliver exceptional service to our customers
- Advancing our research and development efforts to stay at the forefront of laboratory testing
- Enhancing our sustainability practices to minimize our environmental footprint

I would like to express my sincere gratitude to our talented team members, customers, partners, and stakeholders for their unwavering support. Together, we will continue to drive progress and improve lives through our analytical and research services.



Sincerely,
SUNIL CHOKSI
 Chairman & Managing Director



CHOKSI LABORATORIES LIMITED

Company Information
CIN : L85195MP1993PLC007471

COMPOSITION OF BOARD

Mr. Sunil Choksi	-	Managing Director & Chairman
Mrs. Stela Choksi	-	Whole Time Director
Ms. Himika Choksi	-	Whole Time Director
Mr. Vyangesh Choksi	-	Whole Time Director

Independent Directors:

Mr. Sudarshan Shastri	-	Independent Director (upto 31.03.2024)
Mr. N.K. Mani	-	Independent Director (upto 08.01.2024)
Mr. Raghendra Singh	-	Independent Director
Mrs. Meenaxi Patidar	-	Independent Director
Mrs. Prachi Mantri	-	Independent Director
Mrs. Abha Shastri	-	Independent Director (w.e.f. 01.04.2024)
Chief Financial Officer	-	Mr. Vyangesh Choksi
Company Secretary & Compliance Officer	-	Mr. Prakhar Dubey

STATUTORY AUDITORS

Prateek Jain & Co.,
Chartered Accountants

SECRETARIAL AUDITORS

Surabhi Agrawal & Associates
Company Secretaries

SHARE TRANSFER AGENT

Link Intime Private Limited
C 101, 247 Park, L.B.S. Marg, Vikhroli
(West), Mumbai – 400083

BANKERS

State Bank of India and HDFC Bank

Listed On: Bombay Stock Exchange

REGISTERED OFFICE & CENTRAL LAB:

Survey No.9/1, Near Tulsiyana Industrial Park, Gram Kumerdi, Indore - 453555 (Madhya Pradesh)

OUR BRANCHES LABORATORIES

- 32, Vibrant Business Park, Opp. UPL, N.H-48 Vapi – 369195 (Gujarat)
- 829, GIDC Makarpura, Vadodara - 390010 (Gujarat)
- Plot No. C-18 & 20 Phase 1 - A, Verna Industrial Estate Verna (Goa)- 403722
- Plot No. 362, Industrial Area Phase II, Panchkula (Haryana)- 134113

**CHOKSI LABORATORIES LIMITED
NOTICE OF 31st ANNUAL GENERAL MEETING**

Notice is hereby given that the 31st Annual General Meeting of the members of Choksi Laboratories Limited is scheduled to be held on Saturday, 21st September, 2024 through Video Conferencing (“VC”) or Other Audio-Visual Means (“OAVM”) for which purpose the Registered Office of the company shall be deemed as the venue for the Meeting and the proceedings of the Annual General Meeting shall be deemed to be made thereat, to transact the following businesses:

ORDINARY BUSINESS:

- 1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year of the company together with the reports of the Board of Directors and Auditors thereon for the Financial Year ended March 31, 2024 and in this regard, pass the following resolution as an Ordinary Resolution:**

“**RESOLVED THAT** The Audited Financial Statement of the Company for the financial year ended March 31st, 2024 and the reports of the Board of Director and Auditors thereon laid before this meeting, be and are hereby considered and adopted”

- 2. To appoint a Director in place of Ms. Himika Choksi (DIN: 00155007), Whole Time Director of the company, who retires by rotation in terms of Sections 152(6) of the Companies Act, 2013 and being eligible offer herself for re- appointment and in this regard, pass the following resolution as an Ordinary Resolution;**

“**RESOLVED THAT** pursuant to the provisions of Section 152(6) of the Companies Act, 2013, **Ms. Himika Choksi** (DIN: 00155007), who retires by rotation at this meeting be and is here by appointed as a Director of the Company, liable to retire by rotation.”

SPECIAL BUSINESS:

- 3. RE-APPOINTMENT OF MR. SUNIL CHOKSI (DIN: 00155078) AS MANAGING DIRECTOR OF THE COMPANY:**

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

“**RESOLVED THAT** pursuant to the provisions of Section 196, read with Schedule V and other applicable provisions of the Companies Act, 2013(Including any statutory modification(s) or re- enactment(s) thereof), the Companies (Appointment and Remuneration of the Managerial Personnel) Rules, 2014, as amended from time to time and such other approvals, permissions and sanctions as may be required, consent of the shareholder of the Company be and is hereby accorded to the re-appointment of Mr. Sunil Choksi (DIN: 00155078) as Managing Director of the Company for the Period of the 5 Years with effect from 1st October 2024 to 30th September 2029 upon the terms and conditions set out in the Explanatory Statement annexed to the Notice, with liberty to the Board of Directors of the Company (hereinafter referred to as the Board (which term shall be deemed to include any committee of the Board Constituted to exercise its powers) to alter and vary terms and Conditions of the said appointment in such manner as may be agreed to between the board and Mr. Sunil Choksi in accordance with the requirements of the Act and within the limits approved by the Members of the Company, and who shall continue to hold office after attaining the age of seventy years during the aforesaid term.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution”

4. RE-APPOINTMENT OF MRS. STELA CHOKSI AS A WHOLE-TIME DIRECTOR OF THE COMPANY:

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

“RESOLVED THAT in accordance with the provisions of Sections 196, and 203 read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force), approval of the members be and is hereby accorded to re-appoint Mrs. Stela Choksi (DIN: 00155043) as a Whole-time Director, of the Company, for a further period of 5 (five) years from the expiry of his present term of office, with effect from 1st October, 2024 to 30th September 2029 on the terms and conditions including remuneration as set out in the Statement annexed to the Notice, with liberty to the Board of Directors of the Company (hereinafter referred to as the Board (which term shall be deemed to include any committee of the Board Constituted to exercise its powers) to alter and vary terms and Conditions of the said appointment in such manner as may be agreed to between the board and Mrs. Stela Choksi in accordance with the requirements of the Act and within the limits approved by the Members of the Company, and who shall continue to hold office after attaining the age of seventy years during the aforesaid term.”

“RESOLVED FURTHER THAT the Board be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution”

5. APPROVAL FOR REVISION IN TERMS OF REMUNERATION OF MR. VYANGESH CHOKSI, WHOLE TIME DIRECTOR AND CHIEF FINANCIAL OFFICER OF THE COMPANY:

“RESOLVED THAT pursuant to the provisions of sections 196, 197, 198, & 203 read with the provisions of Schedule V of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of the Managerial Personnel) Rules, 2014 and other applicable provisions if any of the Companies Act, 2013, (including any statutory modifications or re-enactment thereof for the time being enforce), the approval of the members of the Company be and are hereby accorded for increase in remuneration from the range of 2-3 Lac per annum to 4-5 Lac per annum of Mr. Vyangesh Choksi (DIN- 00154926), Whole time Director and Chief Financial Officer of the Company subject to the terms and conditions as detailed in the explanatory statement attached hereto.”

“RESOLVED FURTHER THAT except for the revision in the salary, all other terms and conditions of appointment and remuneration, as approved earlier by the Members, and which are not dealt with in this Resolution, shall remain unchanged and continue to be effective. ”

“RESOLVED FURTHER THAT the Board of Directors be and are hereby jointly and/or severally authorized to do all the needful acts, deeds, matters and things to give effect to this resolution including filing of forms with ROC.”

FOR BY ORDER OF THE DIRECTORS

**SD/-
PRAKHAR DUBEY
COMPANY SECRETARY**

Date : 13.08.2024

Place : Indore

CHOKSI LABORATORIES LIMITED

CIN: L85195MP1993PLC007471

Registered Office:

Survey No. 9/1, Near Tulsiyana Industrial Park

Gram Kumerdi, Indore (M.P.) - 453555

E-mail: compliance_officer@choksilab.com

Phone No. 0731-3501112

Notes:

1. In view of and pursuant to the Circular No. 10/2022 dated December 28, 2022 issued by the Ministry of Corporate Affairs and all other relevant circulars issued from time to time, companies whose AGM are due in the year 2023, to conduct their AGM on or before 30.09.2023, in accordance with the requirements laid down in para 3 & 4 of the General Circular No. 20/2020 dated 05.05.2020 i.e. physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). The deemed venue for the AGM shall be the Registered Office of the Company.
2. Accordingly, in compliance with the applicable provisions of the Companies Act, 2013 read with the aforesaid circulars issued by MCA, the 31st Annual General Meeting of the Company shall be conducted through Video Conferencing (VC) to be referred to as “e-AGM”.
3. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting’s agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by CDSL
4. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
6. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this e-AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the e-AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
7. Corporate Members who’s Authorized Representatives are intending to attend the Meeting through VC/OAVM are requested to send to the Company on their email Id: compliance_officer@choksilab.com, a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting and through Remote E-voting.
8. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
9. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at <http://www.choksilab.in>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.
10. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 10/2022 dated December 28, 2022.
11. Statement pursuant to the provisions of Section 102 of the Companies Act, 2013 is annexed hereto and forming part of this notice.
12. The Register of Members, Beneficial Owner and Share Transfer Books of the Company will remain closed from 15th September, 2024 to 21st September, 2024, both days inclusive for the purpose of the Annual General Meeting.
13. In compliance with the aforesaid MCA Circulars and SEBI Circular dated 05.01.2023, Notice of the e-AGM along with the Annual Report 2023-24 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Annual Report 2023-24 will also be available on the Company’s website www.choksilab.com, websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com and on the website of CDSL (agency for providing the Remote e-Voting facility) <https://www.evoting.cdsl.com>

14. Members who hold shares in dematerialized form are requested to quote Depository Account Number (Client ID No.) for recording of attendance at the meeting.
15. Members are requested to notify to the Company immediately, quoting Registered Folio No., change in their address, if any, with the pin code number.
16. Members who are holding shares in identical names in more than one folios, are requested to write to the Company/Link Intime Pvt. Ltd., the Registrar and Share Transfer Agent, to consolidate their holding in one folio.
17. Shareholders who are still holding physical share certificate are advised to dematerialize their shareholding to avail benefit of dematerialization.
18. Members desirous of obtaining any information concerning to the accounts and operations of the Company are requested to send their queries to the Company Secretary at least seven days before the date of the meeting so that the required information can be made available at the meeting.
19. The Register of Contracts or Arrangements in which the Directors are interested, maintained under Section 189 of the Companies Act, 2013, and 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 Annual General Meeting of the Company.
20. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
21. The shareholders are hereby informed that all the correspondence in connection with the shares is addressed to the Registrar & Share Transfer Agent **M/S LINK INTIME PRIVATE LIMITED**, at C 101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai -400083.
22. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in Securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN to the Company/LINK IN TIME PRIVATE LIMITED.
23. Members holding shares in single name and physical form are advised to make nomination in respect of their shareholding in the Company.
24. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the Concerned Depository Participant and holdings should be verified.
25. Members may also note that the Notice of the 31st Annual General Meeting and the Annual Report for 2023-24 will also be available on the Company's website at www.choksilab.com for download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours (11.00A.M. to 5.00 P.M.) on all working days except Saturdays and Sundays, up to and including the date of the Annual General Meeting of the Company. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor mailid: compliance_officer@choksi.com
26. Remote e-Voting: Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), the Company is providing facility of remote e-voting to its Members through e-Voting Agency **M/S. CENTRAL DEPOSITORY SERVICE LIMITED (CDSL)**.
27. **THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER**
 - (i) The e-voting period begins on **18th September, 2024 to 20th September, 2024** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **14th September, 2024** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
 - (ii) Shareholders who have cast their votes by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again
 - (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholder's/retail shareholders is at a negligible level.

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

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

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

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	<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 to Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab. 2) After successful login the Easi/ Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System My easi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL Depository	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting

	service provider website for casting your vote during the remote e-Voting period. page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

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

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

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

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

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

For Physical shareholders and other than individual shareholders holding shares in Demat.	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (v) After entering these details appropriately, click on “SUBMIT” tab.
 - (vi) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
 - (viii) Click on the EVSN for the relevant Company Name i.e. CHOKSI LABORATORIES LIMITED on which you choose to vote.
 - (ix) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - (x) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
 - (xi) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
 - (xii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
 - (xiii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
 - (xiv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - (xv) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (ii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; compliance_officer@choksilab.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective **Depository Participant (DP)**
3. **For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

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

- i. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
- ii. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
- iii. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
- iv. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
- v. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- vi. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- vii. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
- viii. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- ix. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
- x. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800225533

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

28. Section 72 of the Companies Act, 2013 extends the nomination facility to individual shareholders of the Company. Therefore, the shareholders willing to avail this facility may make nomination in Form SH-13.

BY ORDER OF BOARD OF DIRECTORS

Date: 13.08.2024
Place: Indore

**SD/-
PRAKHAR DUBEY
COMPANY SECRETARY**

CHOKSI LABORATORIES LIMITED

CIN: L85195MP1993PLC007471

Registered Office:

Survey No. 9/1, Near Tulsiyana Industrial Park

Gram Kumerdi, Indore (M.P.) - 453555

E-mail: compliance_officer@choksilab.com

Phone No. 0731-3501112

ANNEXURE TO THE NOTICE

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

Pursuant to Section 102 of the Companies Act, 2013 ('the Act'), the following Statement sets out all material facts relating to the business is mentioned under Item No. 03 of the accompanying Notice dated August 13, 2024:

Item No.3:Re-Appointment of Mr. Sunil Choksi (Din: 00155078) As Managing Director.

The Board of Directors of the Company ("the Board") at its meeting held on August 13th, 2024 has, subject to approval of members, re-appointed Mr. Sunil Choksi (DIN:00155078) as a Managing Director, for a further period of 5 (five) years from the expiry of his present term, on terms and conditions including remunerations recommended by the Nomination and Remuneration Committee (the 'HRNR Committee') of the Board and approved by the Board. in compliance with the provision of Section 196(3) of Companies Act, 2013It is also to be noted that Mr. Sunil Choksi will attain the age of 70 years in the year 2025, therefore the special resolution. It is proposed to seek the members' approval for the re-appointment of and remuneration payable to Mr. Sunil Kumar Choksi (DIN:00155078) as a Managing Director, of the Company, inters of the applicable provisions of the Act.

Broad particulars of the terms of re-appointment of and remuneration payable to Mr. Sunil Kumar Choksi (DIN:00155078) are as under:

- a) Salary, Perquisites and Allowances per month:

Salary – Rs. 5,00,000-6,00,000

The perquisites and allowances, as aforesaid, shall include accommodation (furnished or otherwise) or house rent Allowance in lieu thereof; house maintenance allowance together with reimbursement of expenses and / or allowances for utilization of gas, electricity, water, furnishing and repairs, medical assistance and leave travel concession for self and family including dependents. The said perquisites and Allowances shall be evaluated, wherever applicable, as per the provisions of Income Tax Act, 1961 or any rules there under or any statutory modification(s) or re-enactment(s) thereof; in the absence of any such rules, perquisites and allowances shall be evaluated at actual cost.

- b) The Company's contribution to provident fund, superannuation or annuity fund, gratuity payable and encashment of leave, as per the rules of the Company, shall be in addition to the remuneration under (a) above.

General

- I. The Managing Director will perform his duties as such with regard to all work of the Company and will manage and attend to such business and carry out the orders and directions given by the Board from time to time in all respects and conform to and comply with all such directions and regulations as may from time to time be given and made by the Board and the functions of the Managing Director will be under the overall authority of the Managing Director.
- II. The Managing Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.
- III. The Managing Director shall adhere to the Company's Code of Conduct.

The above may be treated as a written memorandum setting out the terms of re-appointment of Mrs. Sunil Choksi (DIN: 00155078) under Section 190 of the Act. Details of Mrs. Sunil Choksi (DIN: 00155078) are provided in the "Annexure "to the Notice pursuant to the provisions of Mr. Sunil Kumar Choksi (DIN: 00155078) is interested in the resolution set out at Item No. 3 of the Notice.

Mrs. Stela Choksi, a Whole Time Director, Mr. Vyangesh Choksi, a Whole Time Director, Ms. Himika Choksi, a Whole time director being related to Mr. Sunil Kumar Choksi, may be deemed to be interested in the resolution set out at Item No. 3 of the Notice.

The other relatives of Mr. Sunil Kumar Choksi may be deemed to be interested in the resolution set out at Item No. 3 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the aforementioned resolution.

The Board commends the Special Resolution set out at Item No. 3 of the Notice for approval by the members.

In accordance with the provisions of Sections 196 & other applicable provisions of the Act, read with Schedule V to the said Act, the proposed appointment and the terms of remuneration payable to Mr. Sunil Kumar Choksi require approval of members by passing Special Resolution. Hence, the members are requested to pass the Special Resolution Accordingly. The Board

recommends the Resolution at Item No. 3 for approval of the shareholders.

Item No. 4

The Board of Directors of the Company (“the Board”) at its meeting held on August 13th, 2024 has, subject to approval of members, re-appointed Mrs. Stela Choksi (DIN:00155043) as a Whole Time Director, for a further period of 5 (five) years from the expiry of his present term, on terms and conditions including remunerations recommended by the Nomination and Remuneration Committee (the ‘HRNR Committee’) of the Board and approved by the Board. It is proposed to seek the members’ approval for the re-appointment of and remuneration payable to Mrs. Stela Choksi (DIN: 00155043) as a Whole Time Director, of the Company, inters of the applicable provisions of the Act.

Broad particulars of the terms of re-appointment of and remuneration payable to Mrs. Stela Choksi (DIN:00155043) are as under:

a) Salary, Perquisites and Allowances per month:

Salary – Rs. 3,50,000-4,50,000

The perquisites and allowances, as aforesaid, shall include accommodation (furnished or otherwise) or house rent Allowance in lieu thereof; house maintenance allowance together with reimbursement of expenses and / or allowances for utilization of gas, electricity, water, furnishing and repairs, medical assistance and leave travel concession for self and family including dependents. The said perquisites and Allowances shall be evaluated, wherever applicable, as per the provisions of Income Tax Act, 1961 or any rules there under or any statutory modification(s) or re-enactment(s) thereof; in the absence of any such rules, perquisites and allowances shall be evaluated at actual cost.

b) The Company’s contribution to provident fund, superannuation or annuity fund, gratuity payable and encashment of leave, as per the rules of the Company, shall be in addition to the remuneration under (a) above.

General:

- I. The Whole-time Director will perform his duties as such with regard to all work of the Company and will manage and attend to such business and carry out the orders and directions given by the Board / Managing Director from time to time in all respects and conform to and comply with all such directions and regulations as may from time to time be given and made by the Board / Managing Director and the functions of the Whole time Director will be under the overall authority of the Managing Director.
- II. The Whole-time Director shall act in accordance with the Articles of Association of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of directors.
- III. The Whole-time Director shall adhere to the Company’s Code of Conduct

The above may be treated as a written memorandum setting out the terms of re-appointment of Mrs. Stela Choksi (DIN: 00155043) under Section 190 of the Act.

Details of Mrs. Stela Choksi (DIN: 00155043) are provided in the “Annexure “to the Notice pursuant to the provisions of Mrs. Stela Choksi (DIN: 00155043) is interested in the resolution set out at Item No. 4 of the Notice. Shri Sunil Kumar Choksi, a Managing Director, Mr. Vyangesh Choksi, a Wholetime Director, Ms. Himika Choksi, a Whole time director being related to Mrs. Stela Choksi, may be deemed to be interested in the resolution set out at Item No. 4 of the Notice.

The other relatives of Mrs. Stela Choksi may be deemed to be interested in the resolution set out at Item No. 4 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in the aforementioned resolution.

The Board commends the Special Resolution set out at Item No. 4 of the Notice for approval by the members.

Item No. 5:

Taking into consideration the size of the Company’s operations, the enormous responsibility for oversight of the Company and based on the recommendations of the Nomination & Remuneration Committee, the Board of Directors (the “Board”), at its Meeting held on August 13, 2024, the board has decided to vary the terms of appointment of Mr. Vyangesh Choksi, Whole-Time Director and Chief Financial Officer of the company, who was re-appointed in the AGM of the year 2020 for the position of Whole Time Director for another five year term started from 01.09.2020 to 31.08.2025.

Based on the recommendations of the Nomination & Remuneration Committee, the Board of Directors at its meeting held on August 13, 2024 approved the revision in the terms of remuneration of Mr. Vyangesh Choksi. The amount of remuneration shall be between **Rs.4,00,0000-5,00,000** per month. Other Conditions as set out at the time of his appointment/re-appointment shall remain unchanged and continue to be effective.

Pursuant to provisions of sections 197, 198 and all other applicable provisions, if any, read with Schedule V of the Companies Act, 2013 (“the Act”), the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Directors thus recommend the Resolution no. 05 for approval by the members by way of Special Resolution.

Mr. Vyangesh Choksi is interested in the resolution set out at Item No. 5 of the Notice. Shri Sunil Kumar Choksi, a Managing Director, Mrs. Stela Choksi, a Wholetime Director, Ms. Himika Choksi, a Whole time director being related to Mr. Vyangesh Choksi, may be deemed to be interested in the resolution set out at Item No. 5 of the Notice.

The other relatives of Mr. Vyangesh Choksi may be deemed to be interested in the resolution set out at Item No. 5 of the Notice, to the extent of their shareholding interest, if any, in the Company.

Save and except the above, none of the other Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in the aforementioned resolution.

**BY ORDER OF BOARD OF DIRECTORS
FOR CHOKSI LABORATORIES LIMITED**

**DATE: 13TH AUGUST, 2024
PLACE: INDORE**

**SD/-
PRAKHAR DUBEY
COMPANY SECRETARY**

DETAILS OF DIRECTOR SEEKING APPOINTMENT/ RE-APPOINTMENT IN THE ENSUING ANNUAL GENERAL MEETING

Pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) and other applicable provisions:

NAME OF DIRECTOR	MR. SUNIL CHOKSI	MRS. STELA CHOKSI
Date of Birth	01/09/1955	05/06/1956
Age	69 Years	68Years
Date of Appointment	01/09/2008	01/04/2011
Experience in specific functional area	25Years in Chemical Industries & Administration	20 Years in Administration& Management
Category of Directorship	Executive Promoter Director	Executive Promoter Director
No & % of Equity share held in the Company	523192 (7.51%)	220200 (3.16%)
List of outside company’s directorship held in Public Limited Company	Nil	Nil
Chairman / Member of the Committees of the Board of Directors of the Company	Nil	Nil
Chairman/Member of the Committees of the Board Directors of other Companies in which he is director	Nil	Nil
Relation between director inter –se	Relative of: 1)Mrs Stela Choksi, Whole Time Director (Wife), 2)Ms. Himika Choksi, Whole Time Director (Daughter), 3)Mr. Vyangesh Choksi, Whole Time Director (Son)	Relative of: 1)Mr. Sunil Choksi, Managing Director (Husband), 2)Ms. Himika Choksi, Whole Time Director (Daughter), 3)Mr. Vyangesh Choksi, Whole Time Director (Son)

**BY ORDER OF BOARD OF DIRECTORS
FOR CHOKSI LABORATORIES LIMITED**

**DATE: 13TH AUGUST, 2024
PLACE: INDORE**

**SD/-
PRAKHAR DUBEY
COMPANY SECRETARY**

DIRECTOR'S REPORT

Dear Members,

Your Directors are presenting the **31st Annual Report** on the business and operations of the Company together with the Audited Financial Statements for the year ended **March 31, 2024**.

1. FINANCIAL SUMMARY/HIGHLIGHTS

The summarized financial result for the year areas under:

Particulars	F.Y.2023-24	F.Y.2022-23
Total Revenue (Including other operating revenue)	3685.92	3465.76
Profit/(Loss) before Tax (PBT)	166.32	146.56
Exceptional Items	0.00	225.58
Less: a) Current Tax	27.64	62.17
b) Income Tax earlier year	6.43	0.63
c) MAT entitlement	(27.64)	(62.80)
d) Deferred Tax	48.91	51.14
Net Profit/ (Loss) for the period	110.98	321.00
Total Comprehensive Income	110.22	321.33
Basic & Diluted EPS per equity share of face value Rs. 10 each (in Rs.)	1.59	4.61
Equity shares of face value of Rs. 10 each (In Rs.)	696.52	696.52

COMPANY'S PERFORMANCE REVIEW

In financial year 2023-24 we have generated the revenue of Rs. 3685.92 lacs as compared to Rs. 3465.76 Lacs in the previous year. The Net profit before Tax for the year under review has amounted to Rs. 166.32 lacs as compared to previous year profit of Rs. 146.56 Lacs, the exceptional Items amounting - NIL (previous year Rs. 225.58), and Net profit after tax for the year is Rs. 110.22 lacs as compared to previous year profit of Rs. 321.33 lacs.

3. ANNUAL RETURN

Pursuant to Section 92 of the Act and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return is available on the website of the Company on the following link (<http://www.choksilab.in>)

4. DIVIDEND

In view of requirement of funds for the operations of the Company, no dividend is recommended for the financial year ending 31st March 2024.

5. PERFORMANCE EVALUATION OF BOARD, COMMITTEE AND DIRECTORS BOARD EVALUATION

Pursuant to the provisions of the Act and the Listing Regulations, a structured questionnaire was prepared after taking into consideration the various aspects of the Board's functioning, composition of the Board and its Committees, culture, execution and performance of specific duties, obligations and governance.

The performance evaluation of the Directors was completed during the year under review. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors and Non-Executive Director. The Board of Directors expressed their satisfaction with the evaluation process.

6. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis forms an integral part of this Report (Annexure I) and gives detail of the overall industry structure, developments, performance and state of affairs of the Company's various businesses viz., the decorative business international operations, industrial and home improvement business, internal controls and their adequacy, risk management systems and other material developments during the financial year.

7. MATERIAL CHANGES AND COMMITMENTS

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

8. CHANGE IN THE NATURE OF BUSINESS IF ANY.

There was no change in the nature of business of the Company during the Financial Year ended 31st March 2024.

9. FOREIGN EXCHANGE EARNINGS & OUTGO

Foreign Exchange outgo: Rs. 111.54 Lakhs

Foreign Exchange Earnings: Rs. 76.76 Lakhs

10. GOVERNANCE AND ETHICS

a. Corporate Governance

Corporate Governance is an ethically driven business process that is committed to values aimed at enhancing an organizations brand and reputation. The Companies Act, 2013 and amended SEBI (Listing obligation and Disclosure Requirements) Regulation 2015 have strengthened the governance regime in the country. The Company is in compliance with the governance requirements provided under the new law and had proactively adopted many provisions of the new law, ahead of time. The Company is committed to maintain the highest standards of corporate governance and adhere to the corporate governance requirements set out by SEBI. Integrity and transparency are keys to our corporate governance practices to ensure that we gain and retain the trust to four stakeholders at all the times.

A separate report on Corporate Governance (**Annexure II**) is provided together with a Certificate from the practicing Company Secretary regarding compliance of conditions of Corporate Governance as stipulated SEBI (Listing obligation and Disclosure Requirements) Regulation 2015 (**Annexure III**) A Certificate of the MD and CFO of the Company, inter alia, confirming the correctness of the financial statements and cash flow statements, adequacy of the internal control measures and reporting of matters to the Audit Committee, is also annexed. (**Annexure IV**).

b. Directors & Key Managerial Personnel Appointments: Director

Re-appointments: In accordance with the Articles of Association of the Company and Section 152 of The Companies Act, 2013, Ms. Himika Choksi (DIN: 00155007), Whole-Time Director is due to retire by rotation at the ensuing Annual General Meeting and being eligible, offer himself for re-appointment. Ms. Himika Choksi is liable to retire by rotation.

- *During the Financial Year 2023-24, the position of Mr. N. K. Mani (DIN: 02783996) from the directorship left vacant due to sudden demise of Mr. N. K. Mani on 08th January, 2024. The left position was later on fulfilled by the appointment of Mrs. Prachi Mantri (DIN: 10491114) in the duly convened board meeting held on 03rd February, 2024.*
- *The Term of Mr. Sudarshan Shastri (DIN: 00155105) as an Independent Director has completed w.e.f. 31.03.2024.*
- *After the completion of Financial Year 2023-24, Mrs. Prachi Mantri (DIN: 10491114) and Mrs. Abha Shastri (DIN: 0065772), was regularized as Independent Director of the Company via postal ballot resolution from shareholders of the company to hold the office for five years w.e.f. 01st May, 2024.*

The Company has received disclosures from all the directors and none of the directors has been disqualified as stipulated under Section 164 of the Companies Act, 2013 and rules made there under.

c. Number of Meetings of Board of Directors

The Board of Directors met Six (6) times during the Financial Year under review viz. 29th May 2023, 05th July, 2023, 12th August 2023, 10th November 2023, 03rd February 2024, and 27th March 2024. The maximum gap between any 2 meetings did not exceed 120 days.

d. Independent Directors and their Meeting

Your Company has received annual declarations from all the Independent Directors of the Company confirming that they meet with the criteria of Independence provided in Section 149(6) of the Companies Act, 2013 and Regulations 16(1) (b) & 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and there has been no change in the circumstances which may affect their status as Independent Director during the year.

The Independent Directors met on 27th March 2024 without the attendance of Non-Independent Directors and members of the Management. The Independent Directors reviewed the performance of Non-Independent Directors and the Board as a whole; the performance of the Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

e. Secretarial Standards

The Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly followed by the Company.

f. Audit Committee & Composition

The Audit Committee comprises Independent Directors namely Mr. Sudharshan Shastri (Chairman), Mrs. Meenaxi Patidar (Member), Mr. N.K. Mani (Member). During the year all recommendations made by the Audit Committee were accepted by the Board. On 08th January,

2024 one of the member of committee, Mr. N. K. Mani passed away and his position was later on filed by appointment of Mrs. Prachi Mantri.

After the completion of Financial Year 2023-24, company has appointed Mrs. Abha Shastri as Independent Director of the company and chairman of Audit committee of Board Directors w.e.f. 01st April, 2024.

The fresh Composition of the Committee is hereunder:

S.No.	Name of the Director	Position
1	Abha Shastri	Chairman
2	Meenaxi Patidar	Member
3	Prachi Mantri	Member

g. Nomination and Remuneration Committee

The Nomination and Remuneration Committee comprises Independent Directors namely Mr. Sudarshan Shastri, Mr. Raghendra Singh and Mr. N.K. Mani during the year all recommendations made by the Nomination and Remuneration Committee were accepted by the Board. On 08th January, 2024 one of the member of committee, Mr. N. K. Mani passed away due to which Mrs. Meenaxi Patidar was introduced into the committee w.e.f. 03rd February, 2024. The term completion of Mr. Sudarshan Shastri was also took place on 31st March, 2024.

After the completion of Financial Year 2023-24, company has appointed Mrs. Abha Shastri as Independent Director of the company and became member of Nomination and Remuneration committee of Board of Directors w.e.f. 01st April, 2024.

The fresh Composition of the Committee is as follows:

S.No.	Name of the Director	Position
1	Meenaxi Patidar	Chairman
2	Raghendra Singh	Member
3	Abha Shastri	Member

h. Stakeholder Relationship Committee

The Stakeholder Relationship Committee comprises Independent Directors namely Mr, Sudarshan Shastri (Chairman) Mrs. Meenaxi Patidar (Member) and Mr. N. K. Mani (Member). During the Year all recommendation made by the Stakeholder Relationship Committee were accepted by the Board. On 08th January, 2024 one of the member of committee, Mr. N. K. Mani passed away, due to which Mr. Raghendra Singh was introduced into the committee w.e.f. 03rd February, 2024. The term completion of Mr. Sudarshan Shastri was also took place on 31st March, 2024.

After the completion of Financial Year 2023-24, company has appointed Mrs. Abha Shastri as Independent Director of the company and became member of Stakeholder Relationship Committee of Board of Directors w.e.f. 01st April, 2024.

The fresh Composition of the Committee is hereunder:

S.No.	Name of the Director	Position
1	Raghendra Singh	Chairman
2	Abha Shastri	Member
3	Prachi Mantri	Member

i. Contracts and Arrangements with Related Parties

All Related Party Transactions, which are foreseen and repetitive in nature, are placed before the Audit Committee on a yearly basis for obtaining prior omnibus approval of the committee. The transactions entered into pursuant to the omnibus approval are placed before the Audit Committee for review and approval on quarterly basis.

During the financial year 2023-24, there were no transactions with related parties which qualify as material transactions under SEBI (Listing obligation and Disclosure Requirements) Regulation 2015 and the Companies Act.

In line with the requirements of the Companies Act, 2013 and Equity SEBI (Listing obligation and Disclosure Requirements) Regulation 2015, the Company has formulated a Policy on Related Party Transactions which is also available on Company's website at <http://www.choksilab.in/Downloads>. The Policy intends to ensure that proper reporting; approval and disclosure processes are in place for all transactions between the Company and Related Parties.

11. PARTICULARS OF EMPLOYEES

The information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The statement containing particulars of employees as required under Section 197 of the Companies Act, 2013 read with rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, will be provided upon request. In terms of Section 134 and 136 of the Companies Act, 2013, the Report and Accounts are being sent to the Members and others entitled there to, excluding the information on employees' particulars which is available for inspection by the members at the Registered Office of the Company during business hours on working days of the Company. If any member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard.

Your Company's mission envisages a strong sense of commitment to work by being a caring pharmaceutical company, which will continuously strive to enhance health through quality Service. Your Company aims at consistently providing service that meet customer needs as well as national and international regulatory requirements, as may be applicable. Your Company has been steadily raising the bar, setting higher goals for incremental performance and enlarging the scope of its initiatives. The environmental policy of your Company emphasizes being a caring Company, which shall protect and promote the environment by complying with applicable environmental regulations and preventing pollution in all its operations.

12. INTERNAL FINANCIAL CONTROL

According to Section 134(5) (e) of the Companies Act, 2013 the term Internal Financial Control (IFC) means the policies and procedures adopted by the company for ensuring the and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

The Company has adequate system of internal controls to ensure that all the assets are safeguarded and are productive. Necessary checks and controls are in place to ensure that transactions are properly verified, adequately authorized, correctly recorded and properly reported. The Internal Auditors of the Company conducts Audit of various departments to ensure that internal controls are in place;

13. NOMINATION AND REMUNERATION POLICY

The Board, on the recommendation of the Nomination and Remuneration Committee, has adopted a policy for selection, appointment and remuneration of Directors, Key Managerial Personnel and Senior Management. The details of this Policy are given hereunder. The policy is available on the Company's website at www.choksilab.in.

The Company considers human resources as its invaluable assets. The Nomination and Remuneration Policy aims to pay equitable remuneration to all Directors, Key Managerial Personnel and employees of the Company, to harmonize the aspirations of human resources consistent with the goals of the Company. The Remuneration Policy for all employees is designed to attract talented personnel and remunerate them fairly and responsibly, this being continuous, ongoing exercise at each level in the organization.

14. WHISTLE BLOWER POLICY

The Company has in place a Whistle Blower/Vigil Mechanism through which it's Stakeholders, Directors, and Employees can report genuine concerns about unethical behavior and actual or suspected fraud or violation of the Company's Code of Business Conduct and Ethics. The said policy provides for adequate safeguards against victimization and direct access to the Audit Committee. The e-mail id for reporting genuine concerns is compliance_officer@choksilab.com. During the year, no complaint was received in terms of the policy.

15. WHOLE TIME/MANAGING DIRECTOR

The Company pays remuneration by way of salary, perquisites, and allowances (fixed component) and commission (variable components wherever applicable as per terms of appointment) to its Whole-time Directors. A proper balance between fixed and variable components is aimed at. Salary is paid based on the recommendation of the Nomination and Remuneration Committee and as approved by the Board of Directors, subject to the approval of the Shareholders within the limits stipulated by the Act and the Rules made thereunder. The remuneration paid to the Whole Time Directors is determined keeping in view the industry benchmark and the relative performance of the Company compared to the industry performance.

16. NON-EXECUTIVE DIRECTORS

Non-Executive Directors receive sitting fees for attending Meetings of the Board and its Committees as per the provisions of the Act and the Rules made there under. No other remuneration is paid to the Non-Executive Directors. The Nomination and Remuneration Committee may recommend to the Board, the payment of commission taking into account the evaluation of the performance of the Directors.

17. KEY MANAGERIAL PERSONNEL (KMP) AND OTHER EMPLOYEES

The remuneration of KMP other than the Whole Time Director and other Senior Managerial Employees largely consists of basic salary, perquisites, allowances and performance incentives (wherever paid). Perquisites and retirement benefits are paid according to the Company's policy. The components of the total remuneration vary for different grades and are governed by the industry pattern, qualification and experience, merits and performance of each employee. The Company while deciding the remuneration package takes into consideration the current employment scenario and remuneration package prevalent in the industry and peer group companies.

18. DIRECTORS RESPONSIBILITY STATEMENT

To the best of knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statement in terms of Section 134(3) (c) of the Act:

- a. in the preparation of the annual accounts for the year ended March 31, 2024, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- 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;
- c. the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting 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 are operating effectively; and
- f. The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such.

19. STATUTORY AUDITORS

M/s. Prateek Jain & Co., Chartered Accountants (ICAI FRN: 009494C), were appointed as Statutory Auditor of the Company, for a term of 5 (five) consecutive years, at the Annual General Meeting held on 24th September, 2022. They have confirmed that they are not disqualified from continuing as Auditors of the Company.

The Auditors Report and the Notes on financial statement for the year 2023-24 referred to in the Auditor's Report are self-explanatory and do not call for any further comments.

Reporting of Fraud by auditors

During the year under review neither the statutory auditor nor the secretarial auditor has reported to the audit committee, under Section 143(12) Of the Companies Act, 2013, any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board's report.

20. SECRETARIAL AUDITORS

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Ms. Surabhi Agrawal, Practicing Company Secretary (ACS:56574, C.P. No. 23696) to undertake the Secretarial Audit of the Company. The Secretarial Auditors in their report for the year 2023 - 24 has confirmed the compliances of by the Company as covered in their report.

The Report of the Secretarial Audit for the year 2023-24 in the Form MR-3 is annexed herewith as "Annexure VI". There is no qualification, reservation or adverse remark or in Secretarial Audit Report.

21. INTERNAL AUDITORS

In compliance with the provisions of Section 138 of Companies Act, 2013, read with Companies (Accounts) Rules, 2014, your Company has appointed as internal auditor M/s. Tanmay V. Rajurkar & Co., Chartered Accountants for the Financial Year 2023-24.

22. RELATED PARTY TRANSACTIONS

In line with the requirements of the Companies Act, 2013 and SEBI Listing obligation and disclosure Regulation 2015(LODR), your Company has formulated a Policy on Related Party Transactions which is also available on <http://www.choksilab.in/downloads>. All Related Party Transactions are placed before the Audit Committee for review and approval of the Committee on a quarterly basis. Also, the Company has obtained prior omnibus approval for Related Party Transactions occurred during the year for transactions which are of repetitive nature and/ Or entered in the ordinary course of business and are at arm's length.

All the related party transactions entered into during the financial year were on an arm's length basis and were in the ordinary course of business. Your Company had not entered into any transactions with related parties which could be considered material in terms of Section 188 of the Companies Act, 2013. Accordingly, the disclosure of related party transactions as required under Section 134 (3)(h) of the Companies Act, 2013 in Form AOC2.

Your Company Comply Pursuant to Regulation 23(9) of the SEBI (Listing Obligations & Disclosure Requirements), 2015, as amended vide SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018, Submit note on Related Party Transactions, on consolidated basis for the financial year ended 31st March, 2024 to the Stock Exchange.

23. OTHER DISCLOSURES

a. Particulars of Loans, Guarantees or Investments:

The particulars of loans, guarantees and investments as on 31st March 2024 are covered under the provisions of Section 186 of the Companies Act, 2013 is given in the Notes to Financial statements of the Company.

Significant and Material orders passed by the Regulators or Courts or Tribunals impacting the going concern status of the Company:

There are no significant and material orders passed by the Regulators / Courts / Tribunals, which would impact the going concern status of the Company and its future operations.

b. Details of Fixed Deposits

During the year under review, the Company has not accepted any Deposit under Section 73 of The Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014. It is further stated that the Company does not have any deposits which are not in compliance with the requirements of Chapter V of the Companies Act, 2013.

c. Prevention of Sexual Harassment at Workplace:

The company has a Policy for prevention of Sexual Harassment at the Workplace in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. During the year under review, there were no complaints pertaining to sexual harassment."

d. Business Responsibility Report

Regulation 34 (2) of the Listing Regulations, provides that the Annual Report of the Top 500 listed entities based on market capitalization (calculated as on March 31 of every financial year), shall include a Business Responsibility Report ("BRR"). Since your Company, does not feature in the Top 1000 listed entities as per market capitalization as on March 31, 2024, the Business Responsibility Report for the financial year 2023-2024 does not form a part of this Annual Report.

e. Health and Safety

Health and Safety issues are addressed systematically, effectively and proactively. Your Company takes pride in providing various forms of medical assistance to its employees. Periodic health check-ups are carried out for all employees and regular training programs are organized on safety and precautionary measures. Firefighting training programs and first aid training camps are organized regularly educate workers and employees at the plant locations and corporate office.

24. ACKNOWLEDGMENT

We would like to thank to all our Stakeholders, Investors Bankers, customers, Suppliers, Government agencies, stock exchanges and depositories, Auditors, legal advisors, consultants, business associates, service providers for their continued commitment, and invincible enthusiasm which made this year productive and pleasurable.

The Board also places on record, their deep sense of appreciation towards all its Employees at all levels for adopting the values of the Company and their hard work during the year.

**For and on behalf of the Board of Directors
Choksi Laboratories Limited**

**Place: Indore
Date: 13.08.2024**

**Sd/-
Sunil Choksi
Chairman & Managing Director
DIN-00155078**

FORM NO. AOC -2

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

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

Details of contracts or arrangements or transactions not at Arm's length basis for the FY 2023-24

Sr. No.	Particulars	
1	Name (s) of the related party & nature of relationship	N.A.
2	Nature of contracts/arrangements/transaction	N.A.
3	Duration of the contracts/arrangements/transaction	N.A.
4	Salient terms of the contracts or arrangements or transaction including the value, if any	N.A.
5	Date of approval by the Board	N.A.
6	Amount paid as advances, if any	N.A.

Details of contracts or arrangements or transactions at Arm's length basis

Name(s) of the related party and nature of relationship	Nature of contracts /arrangements /transactions	Duration of the contracts /arrangements /transactions	Salient terms of the contracts or arrangement or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any (f)
Mr. Sunil Choksi (Managing Director)	Remuneration Rs. 46.13 Lacs	As per term of Appointment	As per term of Appointment	----	Nil
Mr. Vyangesh Choksi (Whole time Director)	Remuneration Rs. 33.00Lacs	As per term of Appointment	As per term of Appointment	----	Nil
Mrs. Stela Choksi (Wholetime Director)	Remuneration Rs. 34.13 Lacs	As per term of Appointment	As per term of Appointment	----	Nil
	Rent of Rs.25.10 Lacs	Period of Rent Contract 10 Years on Monthly basis.	Rent shall be Increased by 7%everytwoyears.	----	Nil
Ms. Himika Choksi (Wholetime Director)	Remuneration Rs. 38.50 Lacs	As per term of Appointment	As per term of Appointment	----	Nil
	Rent of Rs.16.80 Lacs	Period of Rent Contract 10 Years on Monthly basis.	Rent shall be Increased by 7% every two years.	----	Nil

**For and on behalf of the Board of Directors
Choksi Laboratories Limited**

**Place: Indore
Date: 13.08.2024**

**Sd/-
Sunil Choksi
Chairman & Managing Director
DIN-00155078**

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

We have pleasure in submitting the Management Discussion & Analysis Report on the Company's business.

A. Segment- Wise performance

The Company is engaged in the single segment of analytical testing.

B. Outlook

The outlook for the Company stands promising. CLL with having five units across India and capacity increased underway. We hope to improve considerable in the coming years. Company is poised to continue an upward trend.

C. Internal Control Systems and Their Adequacy

Internal control system is a means by which an organization's resources are directed, monitored, and measured. It plays an important role in preventing and detecting fraud and protecting the organization's resources, both physical (e.g., machinery and property) and intangible (e.g. reputation or intellectual property such as trademarks). The Company has adequate internal control systems including suitable monitoring procedures commensurate with its size and the nature of the business. Everyone in a company has responsibility for internal control to some extent. Virtually all employees produce information used in the internal control system or take other actions needed to affect control. Also, all personnel are responsible for communicating upward problems in operations, non-compliance with the code of conduct, or other policy violations or illegal actions and each major entity in corporate governance has a particular role to play. The management fulfills this duty by providing leadership and direction to senior managers and reviewing the way they're controlling the business.

The statutory auditors while conducting the statutory audit, review and evaluate the internal controls and their observations are discussed with the Audit committee of the Board.

D. Financial and Operational Performance

Please refer to performance review in the Board of Directors Report.

E. Material Developments in Human Resources / Industrial Relations

CLL recognizes that nurturing and recruiting the best talent is vital to the long-term success of the enterprise. During the year under review, various training and development programs were conducted to improve the competency level of employees with an objective to improve the operational performance of individuals, which are viewed as key drivers of the personal growth and the success of CLL.

F. Opportunities and Threats

The year was marked with considerable activity be it pharmaceutical, food or construction. Indian economy was adapting to the global factors and compliance levels were being made stringent on the global as well as domestic front. Human resource plays a vital role in the success or failure of an organization. To make the organization ready for tomorrow, the management invested in upgrading/ capacity building at current locations as well as building a team that can take your company forward in the coming years.

G. Cautionary Statement

Certain statement in the management discussion and analysis may be forward looking within the meaning of applicable securities law and regulations and actual results may differ materially from those expressed or implied. These statements are likely to address the Company's growth strategy, financial results, product development, product approvals, product potential and development programs based on certain assumptions and expectation of future event, actual results could differ materially from those expressed or implied.

The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements on the basis of subsequent developments, information of events.

**For and on behalf of the Board of Directors
Choksi Laboratories Limited**

**Place: Indore
Date: 13.08.2024**

**Sd/-
Sunil Choksi
Chairman & Managing Director
DIN-00155078**

CORPORATE GOVERNANCE REPORT

(As per Regulation 34(3) read along with Schedule V(C) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Forming Part of the Board's Report)

The Directors present the Company's Report on Corporate Governance for the year ended 31st March, 2024

Company's Philosophy on Corporate Governance

Compliance with the Code of Corporate Governance forms an integral part of the Company's philosophy. CLL firmly believes that any meaningful policy on Corporate Governance must provide empowerment to the management of the Company and simultaneously create a mechanism of checks and balances that ensure that the decision-making powers vested in the management are not misused and are exercised with care and responsibility to meet stakeholders' aspirations and societal expectations. The core principles of Corporate Governance i.e. trusteeship, transparency, empowerment, accountability and control form the cornerstone of CLL's Corporate Governance philosophy. The Company continues to focus its resources, strengths and strategies to achieve the highest standards of Corporate Governance and endeavors to implement the Code of Corporate Governance in its true spirit.

As per the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) and applicable provisions of the Companies Act, 2013 (the Act), Your Company shall ensure that its governance framework incorporates the applicable amendments introduced in the Listing Regulations and the same is proactively communicated and absorbed down the line with a view to strength then its philosophy of Corporate Governance.

Governance Structure

Choksi Laboratories Limited (CLL)'s Governance structure broadly comprises the Board of Directors and the Committees of the Board at the apex level and the Management structure at the operational level. This layered structure brings about a harmonious blend in governance as the Board sets the overall corporate objectives and gives direction and freedom to the Management to achieve these corporate objectives within a given framework, thereby bringing about an enabling environment for value creation through sustainable profitable growth.

Board of Directors

The Board has an appropriate mix of Executive and Non – Executive Directors to maintain its independence. The Board periodically evaluates the need for change in its composition and size. The Board, inter alia, focuses on strategic planning, risk management, compliance, and corporate governance to maintain high standard so ethical conduct and integrity and succession planning for the Directors. The composition of the Board is in conformity with Regulation 17 of the Listing Regulations as well as the Companies Act, 2013, read with the Rules issued there under.

During the Financial Year 2023-24, the position of Mr. N. K. Mani (DIN: 02783996) as an Independent Director from the directorship left vacant due to sudden demise of Mr. N. K. Mani on 08th January, 2024. The left position was later on fulfilled by the appointment of Mrs. Prachi Mantri (DIN: 10491114) in the duly convened board meeting held on 03rd February, 2024.

The Term of Mr. Sudarshan Shastri (DIN: 00155105) as an Independent Director has been completed w.e.f.31.03.2024.

After the completion of Financial Year 2023-24, Mrs. Prachi Mantri (DIN: 10491114) and Mrs. Abha Shastri (DIN: 0065772), was regularized as Independent Director of the Company via postal ballot resolution from shareholders of the company to hold the office for five years w.e.f. 01st May, 2024.

Independent Directors

The Company has on its Board, eminent Independent Directors who have brought in independent judgment to Board's deliberations including issues of strategy, risk management and overall governance. They have played a pivotal role in safeguarding the interests of all stakeholders.

The terms and conditions for appointment of independent directors and a sample letter of appointment issued to them, are posted on the Company's website at following the link: <https://www.choksilab.in>

Committee of Directors

The Board has constituted various Committees with an Optimum representation of its members and with specific terms of reference in accordance with the Companies Act, 2013 and the Listing Regulations. The Company currently has 3 (three) Committees of the Board, namely, Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee.

Management Structure

Management Structure for running the business of the Company as a whole is in place with appropriate delegation of powers and responsibilities.

a. Chairman & Managing Director

The Chairman and Managing Director is in overall control and responsible for the day-to-day working of the Company. He gives strategic directions, lays down policy guidelines and ensures implementation of the decisions of the Board of Directors and its various committees.

b. Executive Director

The executive Directors are looking into purchase and marketing and responsible for all other functions relating to the day- to-day management of the all the branch and, including all local issues and compliances as applicable at Labs level. He is also looking into the marketing, accounts and finance, administrator department and reports to the Chairman & Managing Director.

BOARD OF DIRECTORS

Composition, attendance of Directors at Board Meetings and the last Annual General Meeting (AGM), Other Directorship and Membership and /or Chairmanship held by each Director

Table-1: Composition of Board and attendance of Meetings during the year 2023-2024

Name	Category	No. of Board Meetings held during the year 2023-2024		Whether Attended last AGM held on September 27, 2023	No. of Directorships in other companies*	No. of committee positions in other public companies		Name of Listed companies where directorship held and its category
		Held	Attended			Member	Chairman	
Mr. Sunil Choksi	Executive Director	6	5	Yes	0	0	0	-
Mrs. Stela Choksi	Executive Director	6	5	No	0	0	0	-
Mr. Vyangesh Choksi	Executive Director	6	4	No	0	0	0	-
Ms. Himika Choksi	Executive Director	6	5	Yes	0	0	0	-
Mr. Sudarshan Shastri	Non-Executive Independent Director	6	6	Yes	0	1	1	-
Mr. N.K. Mani	Non-Executive Independent Director	4	4	No	0	0	0	-
Mrs. Meenaxi Patidar	Non-Executive Independent Director	4	4	No	0	0	0	-
Mr. Raghendra Singh	Non-Executive Independent Director	6	6	No	0	0	0	-
Mrs. Prachi Mantri	Non-Executive Independent Director	1	1	No	0	0	0	-

*Excludes Directorships in Pvt. Ltd. Companies, and Companies under Section 8 of the Act.

List of core skills/expertise/competencies identified by the Board of Directors as required in the context of its business(es) and sector(s) for it to function effectively and those actually available with the Board.

- 1) **Vision:** Ability to see the future with precision based on knowledge, experience and power of reasoning to shape company's plans.
- 2) **Strategic thinking:** Ability to identify opportunities, projects, critical evaluation of the same and plan for successful implementation, to achieve the desired business goal.
- 3) **Leadership skills:** Trait of creating an inspiring vision, motivating people to engage with that vision and manage delivery of the vision.
- 4) **Industry knowledge:** Ability to comprehend intricacies of running an industry and guide the executive management to achieve desired goals with focus on pharmacy sector.
- 5) **Marketing & Business skills:** Thorough understanding of market and ability to deploy most innovative and effective marketing strategies supported by best use of technology.
- 6) **Finance & Accounting:** Ability to analyse key financial statements, assess financial viability, contribute to strategic financial planning; oversee budgets & efficient use of resources.
- 7) **Risk management:** Ability to identify key risks associated with the business and put in place risk minimization and mitigation framework, insulates the business from pitfalls.
- 8) **Communication skills:** Ability to convey effectively and efficiently with all stakeholders to achieve organization goals.

Confirmation by Independent Directors

All Independent Directors have declared that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and Regulations 16 (b) of the Listing Regulations. The Board confirms that the Independent Directors fulfill conditions specified in the Listing Regulations and are independent of the Management.

Compliance with the Code of Business Conduct and Ethics

The Company has adopted a Code of Business Conduct and Ethics. The said Code is posted on the Company's website and the web link of the same is www.choksilab.com. All Board members and Senior Management Personnel have affirmed compliance with the said Code for the year ended March 31, 2024. A declaration to this effect, signed by the Chairman & Managing Director is given below: "In accordance with Regulation 26 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Declaration on Code of Business Conduct and Ethics

I hereby confirm that the Board of Directors and the Senior Management Personnel have affirmed compliance with the Code of Business Conduct and Ethics for the financial year ended March 31, 2024".

Role of the Company Secretary in Overall Governance Process

The Company Secretary plays a key role in ensuring that the Board procedures are followed and regularly reviewed. He ensures that all relevant information, details and documents are made available to the Board and Senior Management for effective decision making. The Company Secretary while preparing the agenda, Notes on agenda, Minutes etc. of the meeting(s), is responsible for and is required to ensure adherence to all the applicable laws and regulations including the Companies Act, 2013 read with the Rules framed there under and the Secretarial Standards recommended by the Institute of Company Secretaries of India.

Recording Minutes of Proceedings at Board and Committee Meetings

The Company Secretary records minutes of proceedings of each Board and Committee meeting. Draft minutes are circulated to Board / Committee members for their comments as prescribed under Secretarial Standard-1 the minutes are entered in the Minutes Book within 30 days from the conclusion of the meeting.

Post Meeting Follow-up Mechanism

The Guidelines for Board meetings facilitate an effective post meeting follow-up, review and reporting process for the decisions taken by the Board. The important decisions taken at the Board meetings are communicated to the departments / divisions concerned promptly. Action taken report on the decisions / minutes of the previous meeting(s) is placed at the immediately succeeding meeting of the Board for noting by the Board.

Compliance

The Company Secretary, while preparing the agenda, notes on agenda and minutes of the meeting(s), is responsible for and is required to ensure adherence to all applicable laws and regulations, including the Companies Act, 2013 read with rules issued the rounder, Listing Regulations and Secretarial Standards issued by the Institute of Company Secretaries of India.

Committees of the Board

With a view to have a more focused attention on business and for better governance and accountability, the Board has constituted the following mandatory committees viz. Audit Committee, Stakeholders' Relationship Committee, Nomination and

Remuneration Committee and Internal Committee for (Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 redressal of complaint at the workplace.

The terms of reference of these Committees are determined by the Board and their relevance reviewed from time to time. Meetings of each of these Committees are convened by the respective Chairman of the Committee, who also informs the Board about the summary of discussions held in the Committee Meetings. The Minutes of the Committee Meetings are sent to all Directors individually and tabled at the Board Meetings.

A. Audit Committee - Mandatory Committee

The Audit Committee acts as a link between the statutory and internal auditors and the Board of Directors. Its purpose is to assist the Board in fulfilling its oversight responsibilities of monitoring financial reporting processes, reviewing the Company's established systems and processes for internal financial controls, governance and reviewing the Company's statutory and internal audit activities.

The Committee is governed by a Charter which is in line with the regulatory requirements mandated by the Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing obligation and Disclosure Requirements) Regulation 2015. Some of the important functions performed by the Committee are:

Financial Reporting and Related Processes

- Oversight of the Company's financial reporting process and financial information submitted to the Stock Exchanges, regulatory authorities or the public.
- Reviewing with the Management the quarterly unaudited financial statements and the Auditors' Limited Review Report thereon/audited annual financial statements and Auditors' Report thereon before submission to the Board for approval. This would, inter alia, include reviewing changes in the accounting policies and reasons for the same, major accounting estimates based on exercise of judgment by the Management, significant adjustments made in the financial statements and / or recommendation, if any, made by the Statutory Auditors in this regard.
- Review the Management Discussion & Analysis of financial and operational performance.
- Discuss with the Statutory Auditors its judgment about the quality and appropriateness of the Company's accounting principles with reference to the Generally Accepted Accounting Principles in India (IGAAP).
- Review the investments made by the Company.

Internal Controls and Governance Processes

- Review the adequacy and effectiveness of the Company's system and internal controls.
- Review and discuss with the Management the Company's major financial risk exposures and steps taken by the Management to monitor and control such exposure.
- To oversee and review the functioning of a vigil mechanism (implemented in the Company as a Fraud Risk Management Policy) and to review the findings of investigation into cases of material nature and the actions taken in respect thereof.

Audit

- Review the scope of the Statutory Auditors, the annual audit plan and the Internal Audit Plan with a view to ensure adequate coverage.
- Review the significant audit findings from the statutory and internal audits carried out, the recommendations and Management's response thereto.
- Review and recommend to the Board the appointment / re-appointment of the Statutory Auditors and Cost Auditors considering their independence and effectiveness and their replacement and removal.
- Approve such additional services to be rendered by the Statutory Auditors except those enumerated in Section 144 of the Companies Act, 2013 and payment for such services.
- To recommend the Board the remuneration of the Statutory Auditors
- To discuss with the Statutory Auditors / Internal Auditors any significant difficulties encountered during the course of the Audit.

Other Duties

- To approve the appointment, removal and terms of remuneration of the Chief Internal Auditor and to approve the appointment of the Chief Financial Officer.
- To grant Omni-bus approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transactions subject to the approval of the Board.

Other Duties

- To approve the appointment, removal and terms of remuneration of the Chief Internal Auditor and to approve the appointment of the Chief Financial Officer.
- To grant Omni-bus approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transactions subject to the approval of the Board.

In the Board Meeting held on July 05th, 2023 Mrs. Meenaxi Patidar was become the Member of the Committee in place of Mr. RatneshSadoriya and Mrs. Prachi Mantri was introduced into the committee w.e.f. 03rd February, 2024.

Therefore, the Composition of the Committee as on 31st March, 2024 is hereunder: -

Sudarshan Shastri (Chairman), Mrs. Prachi Mantri (Member) and Mrs. Meenaxi Patidar (Member).

The composition of the Audit Committee as at 31st March, 2024 and details of the Members participation at the Meetings of the Committee are asunder:

The Audit Committee met Six times during the financial year, namely May 29th, 2023; July 05th, 2023; August 12th 2023; November 10th, 2023; February 03rd, 2024 and March 27th, 2024. The composition of the Committee as on March 31, 2024, and the details on the number of Audit Committee Meetings held and attended by the Members during the financial year 2023-2024 are given in table:

Composition and attendance of Audit Committee Meetings during 2023-24			
Name of Director	Position	Category	No. of Meeting attended
Mr. Sudarshan Shastri	Chairman	Non-Executive Independent Director	6
Mr. N. K. Mani (upto 08th January, 2024)	Member	Non-Executive Independent Director	4
Mrs. Meenaxi Patidar	Member	Non-Executive Independent Director	4
Mrs. Prachi Mantri	Member	Non-Executive Independent Director	1

The Company Secretary acts as Secretary to the Committee

All the Members on the Audit Committee have the requisite qualification for appointment on the Committee and possess knowledge of finance, accounting practices and internal controls.

The MD, the Chief Financial Officer (CFO), the Internal Auditor attends Audit Committee Meetings. The Company Secretary is the Secretary to the Committee. The Internal Auditor reports directly to the Audit Committee.

Self-Assessment by the Audit Committee

The Audit Committee has set in place a process to measure and benchmark its performance each year. The assessment broadly covers composition, structure and committee meetings; overview of the financial reporting process; internal control systems and overview of internal and external audits. The results of the self-assessment are presented to the Audit Committee along with the action plan in the areas requiring improvement.

B. Stakeholders' Relationship Committee - Mandatory Committee

The Committee's composition and terms of reference are in compliance with the provisions of the Companies Act, 2013 and Regulation 20 of the Listing Regulations. The composition of Committee is given in this Report. The Stakeholders' Relationship Committee is primarily responsible for review all matters connected with the Company's transfer of securities and redressal of shareholders'/ investors'/ security holders' complaints.

The terms of reference of the Committee are:

- Transfer/transmission of shares issued by the Company from time to time;
- Issue of duplicate share certificates for shares reported lost, defaced or destroyed, as per the laid down procedure;
- Issue new certificates against subdivision of shares, renewal, split or consolidation of share certificates;
- Issue and allot right shares/bonus share pursuant to a Rights Issue/Bonus Issue made by the Company, subject to such approvals as may be required;
- To approve and monitor dematerialization of shares/debentures/other securities and all matters incidental or related thereto;
- To authorize the Company Secretary and Head Compliance/other Officers of the Share Department to attend to matters relating to non- receipt of annual reports, notices, non-receipt of declared dividend change of address for correspondence etc. and to monitor action taken;
- Monitoring expeditious redressal of investors / stakeholders grievances;
- All other matters incidental or related to shares, debentures and other securities of the Company.

In the Board Meeting held on 05.07.2023 Mrs. Meenaxi Patidar was become the Member of the Committee in place of Mr. RatneshSadoriya and Mr. Raghendra Singh was introduced into the committee w.e.f 03rd February, 2024 due to demise of Mr. N. K. Mani. Therefore composition of the Committee as on 31st March, 2024 is hereunder:-

Sudarshan Shastri (Chairman), Mr. Raghendra Singh (Member) and Mrs. Meenaxi Patidar (Member).

The composition of the Stakeholders' Relationship Committee as at 31st March, 2024 and details of the Members participation at the Meetings of the Committee are as under:

The Stakeholders' Relationship Committee met Four times during the financial year namely May 29th, 2023; August 12th, 2023; November 10th, 2023 and February 03rd, 2024. During the year no complaints were received from shareholders and investors, and no investor complaint was pending at the beginning or at the end of the year. The Company has acted upon valid requests for share transfers received during the year and no such request is pending.

The Company has a dedicated e-mail id compliance_officer@choksilabs.com where investors and the other stakeholders can address their queries and grievances.

The Company Secretary is the Compliance Officer and also acts as Secretary to the Committee.

Composition and attendance of Audit Committee Meetings during 2023-24			
Name of Director	Position	Category	No. of Meeting attended
Mr. Sudarshan Shastri	Chairman	Non-Executive Independent Director	4
Mr.N.K.Mani (upto 08th January, 2024)	Member	Non-ExecutiveIndependentDirector	3
Mrs. Meenaxi Patidar	Member	Non-ExecutiveIndependentDirector	3
Mrs. Raghmendra Singh	Member	Non-ExecutiveIndependentDirector	1

Company Secretary was also available during all the Committee Meetings, As on 31st March, 2024 no investor grievance has remained unattended/ pending for more than thirty days.

C. **Nomination and Remuneration Committee-Mandatory Committee**

The Nomination and Remuneration Committee has been constituted in accordance with the requirements of statutes and its terms of reference are in compliance with the governing provisions of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

The terms of reference of the Committee inter alia, include the following: Succession planning of the Board of Directors and Senior Management Employees;

- Identifying and selection of candidates for appointment as Directors / Independent Directors based on certain laid down criteria;
- Identifying potential individuals for appointment as Key Managerial Personnel and too their Senior Management positions;
- Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration;
- Review the performance of the Board of Directors and Senior Management Employees based on certain criteria as approved by the Board. In reviewing the overall remuneration of the Board of Directors and Senior Management, the Committee ensures that the remuneration is reasonable and sufficient to attract, retain and motivate the best managerial talent, the relationship of remuneration to performance is clear and meets appropriate performance benchmarks and that the remuneration involves a balance between fixed and incentive pay reflecting short term and long-term objectives of the Company.

In compliance with the provisions of Section 178 of the Companies Act, 2013 and SEBI (Listing obligation and Disclosure Requirements) Regulation 2015, an Independent Director, is the Chairman of the Committee.

In the Board Meeting held on 03rd February, 2024, Mrs. Meenaxi Patidar, Independent Director of the Company was become the member of the Committee due to sudden demise of Mr. N. K. Mani and therefore Composition of the Committee as on 31st March, 2024 is hereunder: -

Sudarshan Shastri (Chairman), Mr. Raghmendra Singh (Member), and Mrs. Meenaxi Patidar (Member).

The said Committee met Fivetimes during the financial year namely May 29th, 2023; July 05th, 2023; August 12th, 2023; February 03rd, 2024 and March 27th, 2024;

Composition and attendance of Nomination and Remuneration Committee Meetings during 2023-2024			
Name of Director	Position	Category	No. of Meeting attended
Mr.SudarshanShastri	Chairman	Non-ExecutiveIndependentDirector	5
Mr.N.K.Mani	Member	Non-ExecutiveIndependentDirector	3
Mr.Raghmendra Singh	Member	Non-ExecutiveIndependentDirector	5
Mrs. Meenaxi Patidar	Member	Non-ExecutiveIndependentDirector	1

D. Internal Committee for (Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

In compliance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 the Board has constituted an Internal Committee have been nominated in the committee to look into the complaints of the women employees relating to the Sexual Harassment of Women at Workplace.

1. Number of complaints filed during the financial year: Nil
2. Number of complaints disposed of during the financial year: Nil
3. Number of complaints pending as on end of the financial year: Nil

E. Independent Directors' Meeting

During the year under review, the Independent Directors met on 27th Mach 2024, under the chairmanship of the Lead Independent Director, Mr. Sudarshan Shastri inter alia, to discuss:

- Independent Directors and the Board of Directors as a whole;
- Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors.
- Performance of the Managing Director, Whole Time Director and Chief Financial Officer.
- Time lines of flow of information between the Management and the Board that is necessary for the board to effectively and reasonably perform its duties.

All the Independent Directors were present at the Meeting

Policy for selection and appointment of Directors and their Remuneration

The Nomination and Remuneration (N&R) Committee has adopted a Charter which, inter alia, deals with the manner of selection of Board of Directors, Managing Director, Whole-time Directors, senior management and Key Managerial Persons and their remuneration. This Policy is accordingly derived from the said Charter.

xi. Criteria for selection of Non-Executive Directors

- A. In case of appointment of Non-Executive Directors, the N&R Committee shall satisfy itself with regard to the nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its function and duties effectively.
- B. The N&R Committee shall ensure that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013.
- C. The N&R Committee shall consider the following attributes/criteria, whilst recommending to the Board the candidature for appointment as Director.
 - I. Qualification, expertise and experience of the Directors in the irrespective fields;
 - II. Personal, Professional or business standing;
 - III. Diversity of the Board.
- D. In case of re-appointment of Non-Executive Directors, the Board shall take into consideration the performance valuation of the Director and his engagement level.

xii. Remuneration

The Non Executive Directors shall be entitled to receive remuneration by way of sitting fees, reimbursement of expenses for participation in the Board / Committee meetings as detailed hereunder:

- I. A Non-Executive Director shall be entitled to receive sitting fees for each meeting of the Board or Committee of the Board attended by him, of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014;
- II. The Independent Directors of the Company shall not be entitled to participate in the Stock Option Scheme of the Company, if any, introduced by the Company.

xiii. Managing Director Criteria for selection / appointment

For the purpose of selection of the MD and WTD the N&R Committee shall identify persons of integrity who possess relevant expertise, experience and leadership qualities required for the position and shall take into consideration recommendation, if any, received from any member of the Board.

The Committee will also ensure that the incumbent fulfills such other criteria with regard to age and other qualifications

as laid down under the Companies Act, 2013 or other applicable laws.

Remuneration for the Managing Director & Whole-time Directors

- I. At the time of appointment or re-appointment of the Managing Director and Whole-time director will be paid such remuneration as may be mutually agreed between the Company (which includes the Nomination and Remuneration Committee and the Board of Directors) and the Managing Director and Whole-time Director within the overall limits prescribed under the Companies Act, 2013.
- II. The remuneration shall be subject to the approval of the Members of the Company in General Meeting.
- III. The remuneration of the Managing Director and Whole-time director is broadly divided into fixed and variable components. The fixed component comprises salary, allowances, perquisites, amenities and retrial benefits. The variable component comprises performance bonus.
- IV. In determining the remuneration (including the fixed increment and performance bonus) the N&R Committee shall ensure / consider the following:
 - a. Responsibility required to be shouldered by the Managing Director and Whole-time director, the industry benchmarks and the current trends.
 - b. The Company's performance vis-à-vis the annual budget achievement and individual performance. Remuneration Policy for the Senior Management Employee.
- V. In determining the remuneration of the Senior Management Employees and Key Managerial Personals, the N&R Committee shall ensure/consider the following:
 - a. The relationship of remuneration and performance;
 - b. the balance between fixed and incentive pay reflecting short and long term performance objectives, appropriate to the working of the Company and its goals;
 - c. the remuneration is divided into two components viz. fixed component comprising salaries, perquisites and retirement benefits and variable component comprising performance bonus;
 - d. The remuneration including annual increment and performance bonus is decided based on the criticality of the roles and responsibilities, and current compensation trends in the market.
- VI. The Managing Director will carry out the individual performance review based on the standard appraisal matrix and shall take into account the appraisal score card and other factors mentioned herein-above, whilst recommending the annual increment and performance incentive to the N&R Committee for its review and approval.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and Compliance Committees.

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

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

Compliance Officer of the Company

During the Financial Year 2023-24, Mr. Yash Gupta, Company Secretary was the Compliance Officer of the Company till 05th July, 2023 and Mr. Prakhar Dubey was appointed as the Company Secretary and Compliance officer of the Company. He was primarily responsible to ensure compliance with applicable statutory requirements and is the interface between the management and regulatory authorities for governance matters.

General Body Meetings

The details of Annual General Meetings held in last 3 years are as under:

Year	Venue	Date	Time
2022-23	SurveyNo9/1,NearTulsiyanaIndustrialPark,GramKumerdi, Indore (M.P.) 452010	27th September 2023	11.30A.M.
2021-22	SurveyNo9/1,NearTulsiyanaIndustrialPark,GramKumerdi, Indore (M.P.) 452010	24th September 2022	11.30A.M.
2020-21	SurveyNo9/1,NearTulsiyanaIndustrialPark,GramKumerdi,Indore (M.P.)452010	27th September 2021	11.30A.M.

Disclosures

A. Structures and Penalties

No strictures or penalties have been imposed on the Company by the Stock Exchanges or by the Securities and Exchange Board of India (SEBI) or by any statutory authority on any matters related to capital markets during the last three years.

B. Compliance with Accounting Standards

In the preparation of the financial statements, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provision of the Companies Act, 1956 read with General Circular 8/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set-out in the Notes to the Financial Statements.

C. Internal Controls

The Company has a formal system of internal control testing which examines both the design effectiveness and operational effectiveness to ensure reliability of financial and operational information and all statutory / regulatory compliances. The Company's business processes have a strong monitoring and reporting process resulting in financial discipline and accountability.

D. MD/CFO Certification

The MD and the CFO have issued certificate pursuant to the provisions The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 certifying that the financial statements do not contain any untrue statement and these statements represent a true and fair view of the Company's affairs. The said certificate is annexed and forms part of the Annual Report.

Listing of Securities

The Equity Shares of the Company are listed at Bombay Stock Exchange. Address of the Stock Exchanges: - Mumbai, Stock/Scrip Code: - CHOKSI, ISIN for CDSL/NSDL Dematerialized Shares INE493D01013 the Company had duly paid the listing fees to the Bombay Stock Exchange for the financial year 2023-2024.

Payment to Statutory Auditor's

M/s. Prateek Jain & Co., conducted Statutory Audit of the company and total audit fees paid to him of Rs. 3,75,000/- (Rupees Three Lakh Seventy Five Thousand Only) for the Financial Year 2023-24.

Demat Status

The Company's shares are presently held in both electronic and physical modes.

Business Risk Management

The company does not have any risk other than normal business risk therefore there is no any written risk management policy so far adopted by the company.

Corporate Social Responsibility

The Company is not required to constitute a Corporate Social Responsibility Committee, as it does not fall within preview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

Vigil Mechanism

In staying true to our values of Strength, Performance and Passion and in line with our vision of being one of the most respected companies in India, the Company is committed to the high standards of Corporate Governance and stakeholder responsibility.

Risk Management Policy

The Company has a Risk Management Policy (RM) to deal with instances of fraud and mismanagement, if any. The Vigil Mechanism Policy ensures that strict confidentiality is maintained whilst dealing with concerns and also that no discrimination will be meted out to any person for a genuinely raised concern. The said policy uploaded on company website; www.choksilab.in/downloads.

Prevention of Insider Trading

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary & Head Compliance is responsible for implementation of the Code.

All Board Directors and the designated employees have confirmed compliance with the Code.

Communication with the Members/ Shareholders

- The unaudited quarterly results are announced within forty-five days of the close of the quarter. The audited annual results are announced within two months from the close of the financial year as per the requirements of the SEBI (Listing obligation and Disclosure Requirements) Regulation 2015, with the Stock Exchanges/ SEBI (Listing obligation and Disclosure Requirements) Regulation 2015. The aforesaid financial results are sent to BSE Limited (BSE), where the Company's equity shares are listed, immediately after these are approved by the Board. The results are thereafter given by way of a Press Release to news agencies/ and are published in leading English and Hindi daily newspapers. The audited financial statements form a part of the Annual Report which is sent to the Members well in advance of the Annual General Meeting.
- The Company also informs by way of intimation to BSE, all price sensitive matters or such other matters, which in its opinion are material and of relevance to the members and subsequently issues a Press Releasing regard to the same.
- The Annual Report of the Company, the quarterly and the annual results and the press releases of the Company are also placed on the Company's website: www.choksilab.com and can be downloaded.
- In compliance with SEBI (Listing obligation and Disclosure Requirements) Regulation 2015, the quarterly results, shareholding pattern, quarterly compliances and all other corporate communication to the Stock Exchanges BSE Limited, are filed electronically on BSE's on-line portal website www.listing.bseindia.com.

Timely disclosure of consistent, comparable, relevant and reliable information on corporate financial performance is at the core of good governance.

Financial Results: The results are submitted to the Stock Exchanges in accordance with the Listing Agreement and simultaneously published in English edition of 'Free Press' and Hindi edition of 'Choutha Sansar'.

Corporate Filing: Announcements, Quarterly Results, Shareholding Pattern etc. of the Company regularly filed by the Company, are also available on the website of The Bombay Stock Exchange Limited- www.bseindia.com.

Website: The Company's website www.choksilab.com contains a separate dedicated section "Investor Relations" where information for shareholders is available. The Quarterly/ Annual Financial Results, Annual Reports are posted on the website.

General Information to Shareholders

1	e-Annual General Meeting Date/Day: Venue: Common Venue	21st September, 2024, Time: 11.00 AM. through Video Conferencing (VC) / Other Audio Visual Means (OAVM) As the meeting is through Video Conferencing (VC) / Other Audio Visual Means (OAVM) there gistered office is the common venue situated at Survey No 9/1, Near Tulsiyana Industrial Park, Gram Kumerdi, Indore (M.P.) - 452010
2	Board Meeting for consideration of Accounts for the financial year ended March, 31, 2023	29th May, 2024
3	Posting of Annual Reports	On or before 31 st March, 2024
4	Book Closure Dates	September 15 th 2024 to September 21 st 2024 (Both days inclusive).
5	Last date for receipt of Proxy Forms	AGM is Conducting through VC
6.	Financial Year of the Company	1 st April, 2023 to 31 st March, 2024.
7.	Results for the Quarter ending : 1 st Quarter ending June 30 th , 2024 2 nd Quarter ending September 30 th , 2024 3 rd Quarter ending December 31 st , 2024 4 th Quarter ending March 31 st , 2025	On or before 14 th August, 2024 On or before 14 th November, 2024 On or before 14 th February, 2025 On or before 30 th May, 2024(Audited)

Investor Services

The Company has a Registrar and Share Transfer Agent **M/S LINK INTIME INDIA PVT. LTD ADDRESS C -101, 247 PARK, L.B.S. MARG, VIKHROLI (WEST), MUMBAI – 400083**, which offers all share related services to its Members and Investors.

These services include transfer/ transmission/ dematerialization of shares, payment of dividends, sub-division/consolidation / renewal of share certificates and investor grievances.

The Share Transfer Agent is registered with SEBI as Registrar to an Issue/Share Transfer Agent in Category II Share Transfer Agent Address for Correspondence with the Share Transfer Agent of the Company **LINK INTIME INDIA PRIVATE LIMITED C -101, 247 PARK, L.B.S. MARG, VIKHROLI (WEST), MUMBAI – 400083**

Public Issue-Shares and Bonds (Allotment): 022 - 4918 6200

Members who hold shares in dematerialized form should correspond with the Depository Participant with whom they maintain Demat Account/s, for their queries relating to shareholding, change of address. However, queries relating to non-receipt of dividend, non-receipt of annual reports, or on matters relating to the working of the Company should be sent to the Share Transfer Agent of the Company.

Members who hold shares in physical form should address their queries to the Share Transfer Agent of the Company.

Members are requested to ensure that correspondence for change of address, change in bank details, processing of unclaimed dividend, subdivision of shares, renewals / split / consolidation of share certificates, issue of duplicate share certificates should be signed by the first named Member as per the specimen signature registered with the Company. The Share Transfer Agent of the Company may also, with a view to safeguard the interest of its Members and that of the Company, request for additional supporting documents such as certified copies of PAN Cards and other proof of identity and / or address.

Members are requested to indicate their DP ID & Client ID/ Ledger Folio number in their correspondence with the Company and also to provide their Email addresses and telephone numbers/FAX numbers to facilitate prompt response from the Share Transfer Agent of the Company.

Exclusive E-Mail ID

The Company has designated an e-mail ID to enable the Members and Investors to correspond with the Company. The e-mail ID is compliance_officer@choksilab.com.

Market Information

Month	Bombay Stock Exchange Limited (BSE)	
	High	Low
April 2023	46.90	31.00
May 2023	46.74	36.71
June 2023	56.40	41.91
July 2023	72.95	48.31
August 2023	64.06	51.04
September 2023	60.32	50.60
October 2023	76.19	53.36
November 2023	86.00	64.56
December 2023	80.50	62.50
January 2024	78.25	58.90
February 2024	65.40	45.50
March 2024	62.00	38.32

Share Transfer System and Other Related Matters

a. Share transfers

Share transfers in physical form are processed and the share certificates are generally returned to the transferees within a period of fifteen days from the date of receipt of transfer provided the transfer documents lodged with the Company are complete in all respects.

b. Permanent Account Number (PAN)

Members who hold shares in physical form are advised that SEBI has made it mandatory that a copy of the PAN card of the transferee/s, members, surviving joint holders/legal heirs be furnished to the Company while obtaining the services of transfer, transposition, transmission and issue of duplicate share certificates.

c. Pending Investors' Grievances

Any Member/ Investor, whose grievance has not been resolved satisfactorily, may kindly write to the Company Secretary at the Registered Office with a copy of the earlier correspondence.

d. Reconciliation of Share Capital Audit

As required by the Securities & Exchange Board of India (SEBI) quarterly audit of the Company's share capital is being carried out by an independent external auditor with a view to reconcile the total share capital admitted with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and held in physical form, with the issued and listed capital. The Auditors' Certificate in regard to the same is submitted to BSE Limited, is also placed before Stakeholders' Relationship Committee and the Board of Directors.

The Company has entered into agreements with both National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) whereby Members have an option to dematerialize their shares with either of the depositories.

Other Important Information

a. Nomination Facility

Shareholders holding shares in physical form and desirous of making a nomination in respect of their shareholding in the Company, as permitted under Section 72 of the Companies Act, 2013, read with the Companies (Share Capital and Debentures) Rules, 2015 are requested to submit to the Company nomination in the prescribed Form SH-13 for this purpose.

b. Updating of Shareholders Information

Shareholders holding shares in physical form are requested to notify the changes to the Company/ its RTA, promptly by a written and duly signed request and Shareholders holding shares in electronic form are requested to send their instructions directly to their Depository Participants (DPs).

c. Mandatory Requirement of PAN

SEBI vide its circular dated 20th April 2018 has mandated compulsory registration of PAN and Bank Account for all Shareholders in following cases:

- Transferees and Transferors PAN Cards for transfer of shares
- Transfer of shares to Legal Heirs/Nominees

- For Dematerialization of shares
 - Issuance of Duplicate Share certificates
- d. Shareholders are requested to keep record of their specimen Signature before lodgment of Shares with the Company to obviate possibility of differences in signature and later date.

**For and on behalf of the Board of Directors
Choksi Laboratories Limited**

**Place: Indore
Date: 13.08.2024**

**Sd/-
Sunil Choksi
Chairman & Managing Director
DIN-00155078**

CERTIFICATE ON CORPORATE GOVERNANCE TO THE MEMBERS OF CHOKSI LABORATORIES LIMITED

To
The Members
Choksi Laboratories Limited
Survey No 9/1, Near Tulsiyana Industrial Park,
Gram Kumerdi, Indore (M.P.) - 453555

1. This Certificate is issued in accordance with the terms of my engagement with Choksi Laboratories Limited having CIN - L85195MP1993PLC007471 ('the Company').
2. I CS Surabhi Agrawal proprietor of Surabhi Agrawal & Associates, Practicing Company Secretary, have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2024, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations).

Managements' Responsibility:

3. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditor's Responsibility:

4. My responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. I have examined the relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

Opinion:

6. Based on my examination of the relevant records and according to the information and explanations provided to me and the representations provided by the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended March 31, 2024.
7. I state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Restriction on use

8. The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations, and it should not be used by any other person or for any other purpose.

Place: Indore
Date: August 13, 2024

For Surabhi Agrawal & Associates

Sd/-
CS Surabhi Agrawal
Practicing Company Secretary
M. No. A56574 C.P. No. 23696
FRN: S2023MP904400
UDIN:A056574F000958332
Peer Review: Peer Review No.- 5654/2024

MD AND CFO COMPLIANCE CERTIFICATE

**(Pursuant to Regulation 17 (8) read with Part B of Schedule II of Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations, 2015)**

**TO
THE BOARD OF DIRECTORS
CHOKSI LABORATORIES LIMITED**

1. We have reviewed financial statements and the cash flow statement of Choksi Laboratories Limited for the year ended 31st March, 2024 and to the best of our knowledge and belief:
 - a. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or volatile of the Company's Code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of Company's internal control systems pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.
4. We have indicated to the Auditors and the Audit Committee:
 - I. That there are no significant changes in internal control over financial reporting during the year;
 - II. That there are no significant changes in accounting policies during the year; and
 - III. That there are no instances of significant fraud of which we have become aware

**DATE: 13.08.2024
PLACE: INDORE**

**Sd/-
SUNIL CHOKSI
CEO**

**Sd/-
VYANGESH CHOKSI
CFO**

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
(Pursuant to Regulation 34(3) and Schedule V Para C clause 10 (i) of the SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members
Choksi Laboratories Limited
CIN:L85195MP1993PLC007471
Survey No 9/1, Near Tulsiyana Industrial Park,
Gram Kumerdi, Indore (M.P.) - 453555

I CS Surabhi Agrawal proprietor of Surabhi Agrawal & Associates, Practicing Company Secretary, examined the relevant registers, records, forms, returns and disclosures received from the Directors of Choksi Laboratories Limited having CIN - L85195MP1993PLC007471 and having registered office at Survey No 9/1, Near Tulsiyana Industrial Park, Gram Kumerdi, Indore (M.P.)-452010, India (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Clause10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number(DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on 31st March 2024, have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S. No.	DIN	Name of The Director	Date of appointment in the Company
1.	00154926	VyangeshChoksi	01/08/2009
2.	00155007	HimikaChoksi	01/03/2017
3.	00155043	Stela Choksi	01/04/2011
4.	00155078	Sunil Kumar Choksi	01/09/2008
5.	00155105	SudarshanShastri	30/01/1999
6.	10491114	PrachiMantri	03/02/2024
7.	10206356	MeenaxiPatidar	05/07/2023
8.	008459665	Raghendra Singh	13/08/2022

- Mrs. MeenaxiPatidar (DIN: 10206356) was appointed as an Additional Independent Director of the Company during a duly convened Board Meeting held on July 5, 2023. Her designation was subsequently changed from Additional Independent Director to Independent Director during the Annual General Meeting held on September 27, 2023.
- The office of independent director of Late Mr. Nanoo Krishna Mani (DIN: 02783996) was vacated due to his sudden demise on January 8, 2024. The casual vacancy arose due to his demise was filled by Mrs. PrachiMantri (DIN: 10491114).
- Mrs. PrachiMantri (DIN: 10491114) was appointed as an Additional Independent Director during a duly convened Board Meeting held on March 27, 2024. Her position as an Independent Director was further regularized through Postal Ballot/e-voting.

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

Place: Indore
Date: August 13, 2024

For Surabhi Agrawal & Associates

Sd/-
CS Surabhi Agrawal
Practicing Company Secretary
M. No. A56574 C.P. No. 23696
FRN: S2023MP904400
UDIN:A056574F000958332
Peer Review: Peer Review No.- 5654/2024

SECRETARIAL AUDIT REPORT
FORM No. MR-3

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

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2024

To,
The Members,
CHOKSI LABORATORIES LIMITED
(CIN: L85195MP1993PLC007471)
Survey No 9/1, Near Tulsiyana Industrial Park,
Gram Kumerdi, Indore -452010
Madhya Pradesh, India

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by CHOKSI LABORATORIES LIMITED (hereinafter called "The Company") having CIN:L85195MP1993PLC007471. 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 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- I. The Companies Act, 2013 ("The Act") and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (Not applicable to the Company during the Audit Period): Not applicable to the company during the period under scrutiny;
 - (d) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (Not applicable to the Company during the Audit Period): Not applicable to the company during the period under scrutiny;
 - (e) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 (Not applicable to the Company during the Audit Period): Not applicable to the company during the period under scrutiny;
 - (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: Not applicable to the company during the period under scrutiny;

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021: Not applicable to the company during the period under scrutiny and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018: Not applicable to the company during the period under scrutiny;

We have relied on the representation made by the Company and its officers for system and mechanism framed by the Company for the compliances under the following applicable Act (if applicable), Law & Regulations to the Company:

- i. Reserve Bank of India Act, 1934 and its circulars, Master Circulars, notifications and its Directions as prescribed for NBFCs, as informed /confirmed to us.
- ii. Applicable Direct and Indirect Tax Laws.
- iii. Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) SEBI (Listing Obligation 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 to the extent as mentioned below:

We further report that:

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

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

The majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

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

We further report that:

- i. The resignation of Mr. Ratnesh Sadoriya (DIN: OB 146570) from his position as Independent Director, effective May 5, 2023, due to other preoccupations, was duly noted and accepted.
- j. The office of Independent director of Late Mr. Nanoo Krishna Mani (DIN: 02788996) was vacated due to his sudden demise on January 8, 2024. The casual vacancy arose due to his demise was filled by Mrs. Prachi Mantri (DIN: 10491114).
- k. Mrs. Meenaxi Patidar (DIN: 10206356) was appointed as an Additional Independent Director of the Company during duly convened Board Meeting held on July 05, 2023. Her designation was subsequently changed from Additional Independent Director to Independent Director during the Annual General Meeting held on September 27, 2023.
- l. Mrs. Prachi Mantri (DIN: 10491114) was appointed as an Additional Independent Director during a duly convened Board Meeting held on March 27, 2024. Her position as an Independent Director was further regularized through Postal Ballot/e-voting.
- m. Mrs. Abha Shastri (DIN: 0006s772) was appointed as an Additional Independent Director during a duly convened

Board Meeting held on March 27, 2024, with her appointment becoming effective on April 1, 2024. Her position as an Independent Director was subsequently regularized through Postal Ballot/evoting.

- n. The resignation of Mr. Yash Gupta (PAN: BBMPG2662J) from the position of Company Secretary and Compliance Officer, effective July 5, 2024, was duly noted and accepted. Subsequently, Mr. Prakhar Dubey (PAN: GALPD0898E) was appointed as the Company Secretary during the same Board Meeting held on July 5, 2024.
- o. The retirement of Mr. Sudarshan Shastri (D IN: 001 55105) from his position as Independent Director, effective at the close of business on March 31, 2024, due to the completion of his term, was duly noted and accepted during the Board Meeting held on March 27, 2024.

Date: May 29, 2024

Place: Indore

Sd/-
Surabhi Agrawal & Associates
Practicing Company Secretary
ACS: 56574; C.P. No: 23696
Peer Review: 1999/2022
UDIN: A056574F00050121

Annexure –A to the Secretarial Audit Report

To,
The Members,
CHOKSI LABORATORIES LIMITED
(CIN: L85195MP1993PLC007471)
Survey No 9/1, Near Tulsiyana Industrial Park,
Gram Kumerdi, Indore -452010
Madhya Pradesh, India

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. 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 since the same have been subject to review by statutory financial auditor, Cost auditor and other designated professionals.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of the 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 Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Date: May 29, 2024

Place: Indore

Sd/-
Surabhi Agrawal & Associates
Practicing Company Secretary
ACS: 56574; C.P. No: 23696
Peer Review: 1999/2022
UDIN: A056574F00050121

Independent Auditors' Report

To
The Members
Choksi Laboratories Limited
Report on the Audit of the Financial Statements

I. Opinion

We have audited the accompanying Financial statements of Choksi Laboratories Limited (“the Company”), which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as “the financial statements”).

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

II. Basis for Opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing (SAs) specified under Section 143 (10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“ICAI”) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

III. 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 for the financial year ended 31st March, 2024. These matters were addressed in the context of our audit of the financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

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

Key audit matters	How our audit addressed the key audit matter
<p>Information Technology (IT) System & Control Impacting Financial Reporting</p> <p>The IT Environment of the Company is complex & involves a large number of Independent & Inter Dependent IT System used in the operation of the Company for processing and recording a long volume of Transaction at numerous location. As a result there is a high degree of reliance & dependency on such IT System for the Financial Reporting Process of the Company. Appropriate IT General control and application are requested to ensure that such IT System are able to process the data, as required completely, accurately and consistently for reliable Financial Reporting. The accuracy & reliability of the Financial Reporting Process depends on the IT System and the related control environment including</p> <ul style="list-style-type: none"> • IT general control over use access management and change management accrued application network database and operating system. • IT Automated application control. • Due to the importance of the impact of the IT System and related control environment on the Company's Financial Reporting Process we have identified testing of such IT System and related control environment as a key Audit Matter for the Current Year Audit. 	<p>In assessing the integrity of the IT System, we involved our IT Expert to obtain an understanding of the IT Infrastructure & IT System relevant to the Company's Financial reporting Process of evaluation and testing of IT general control and IT Automated Control exist in such IT System. We also assessed the operating effectiveness of control over removal and periodical review of access right. We further tested segregation of duties including preventive control to ensure that access to change application on the operating system or database in the Production Environment were granted only to the authorized persons. We also evaluated the design and tested the operating effectiveness of key automated control within various business processes. This included testing the irregularity of the system interfaces the completeness and accuracy of data input and automated calculation.</p>
<p>Allowances for credit losses</p> <p>The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions.</p> <p>The Company considered current and anticipated future economic condition relating to industries the Company deals with. In calculating expected credit loss, the Company has also considered market condition and other related credit information for its customers to estimate the probability of default in future.</p> <p>We identified allowance for credit losses as a key audit matter because the Company exercises significant judgment in calculating the expected credit losses</p>	<p>Our audit procedures related to verification of expected credit losses for trade receivables included the following, among others:</p> <p>We tested the effectiveness of controls over the</p> <ol style="list-style-type: none"> (1) development of the methodology for the allowance for credit losses, including consideration of the current and estimated future economic conditions (2) completeness and accuracy of information used in the estimation of probability of default and (3) Computation of the allowance for credit losses based on the age wise details of trade receivables provided to us. <p>We tested the mathematical accuracy and Computation of the allowances by using the same input data used by the Company.</p> <p>We focused on appropriate application of accounting principles, validating completeness and accuracy of the data and reasonableness of assumptions used in the model.</p>
<p>Provisions & Contingent Liabilities</p> <p>In accordance with Accounting Criteria set under Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets significant degree of Management Judgment is involved in determining whether an obligation exists and whether a provision should be recognized as at the reporting date or it needs to be disclosed as Contingent liability.</p> <p>Further Significant Judgments are also involved in measuring such obligations the most significant of which are assessment of liability. Judgment is involved in the determination of whether any outflow in respect of identified material matters is probable and can be estimated reliably.</p>	<p>Our Audit procedure teased the design and operating effectiveness, key control over the estimation, monitoring and disclosure of Provisions and Contingent Liabilities. For said details Refer to Note No. 35 to the Audited Financial Statements.</p>

<p>Adequacy of Provision, appropriateness of assumption and judgment used in the estimation of significant provision, adequacy of disclosure of provision for liabilities and Contingent Liabilities, considering the significance of the above matter to the Financial Statement and significant Auditor's attention required to test such estimate, we have identified this as a key Audit matter.</p>	
<p>Related Party Transactions</p> <p>We identified related party transactions as a key audit matter due to significance of related party transactions, regulatory compliance and risk of such transactions remaining undisclosed in the financial statements.</p>	<p>Our Audit Procedure included the following:</p> <ul style="list-style-type: none"> • Evaluated the Company's policies, processes and procedures in respect of identifying and disclosing related party transactions. • Evaluating the minutes of meeting of the shareholders, Board and Audit Committee regarding the Company's assessment of related party transactions for arm's length pricing. • Assessed the compliance with Companies Act, 2013, including authorization and approvals as specified in sections 177 and 188 of the Companies Act, 2013, and Rules thereon and SEBI (LODR), 2015. • We evaluated the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

IV. Information other than the financial statements and Auditor's Report thereon

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report, but does not include the Financial Statements and our auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

V. Responsibilities of Management and those charged with governance for the financial statements

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the companies (Indian Accounting Standards) rules 2015, as amended. 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 Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

VI. Auditor's Responsibilities for the Audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a

high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls over financial reporting 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 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 auditors' 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 financial statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the 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 Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

VII. Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" to this report, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. With respect to the matter to be included in the Auditors' Report under section 197(16), we report that, In our opinion and according to the information and explanation given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.
3. As required by Section 143(3) of the Act, based on our Audit we report to the extent applicable that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows dealt with by this Report are in agreement with the books of account maintained.
- d) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “Annexure B” to this report.
- e) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act.
- f) On the basis of the written representations received from the directors as on 31 March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- g) With respect to the other matters to be included in the Auditors' 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 litigations which would impact its financial positions- refer to Note No. 35 to the Financial Statements.
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses during the year ended March 31, 2024.
 - iii. There were no amounts which were required to be transferred to the investor education & protection fund by the company.
 - iv. (a) The management has represented that, to the best of it's knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 (b) The management has represented, that, to the best of it's knowledge and belief, no funds have been received by the company from any person(s) or entity(ies), including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 (c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material mis-statement.
 - v. The company has not declared any dividend during the year.
 - vi. Based on our examination which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 01, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For Prateek Jain & Co.
Chartered Accountants
FRN-009494C

(CA Prateek Jain)
Proprietor
M.No. 079214

UDIN: 24079214BKGYYV1518

Date: 29/05/2024
Place: Indore

ANNEXURE “A” TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Point No. 1 of paragraph VII under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date for Choksi Laboratories Limited)

(i) In respect of its Property, plant & equipment and Intangible Assets:

- a) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment in the IT system.
The Company has maintained proper records showing full particulars of Intangible Assets in the IT system.
- b) As explained to us and on the basis of our examination of the records of the Company, the Company has a regular program of physical verification of its Property, plant and equipment under which the PPE are physically verified in a phased manner at reasonable intervals, which in our opinion is reasonable having regard to the size of the Company and nature of its assets. In accordance with this program, property plant and equipment were verified during the year and no material discrepancies were noticed on such verification.
- c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company as at the balance sheet date.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment (including Right to Use assets) or Intangible assets during the year.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) In respect of Inventory and Working Capital

- a) As explained to us, physical verification has been conducted by the management during the year at reasonable intervals, which in our opinion is appropriate regarding the size and nature of the Company. Further, as per the records available with the management, no material discrepancies were noticed on such physical verification.
- b) As per information and explanations given to us, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, during the year, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.

(iii) In respect of Loan, Guarantee or Security given by Company

Based on our audit procedures and according to the information and explanations given to us, the company has not made any investment in; provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties covered in the register maintained under Section 189 of the Companies Act, 2013 (“the Act”) during the year. Accordingly the provisions of the said clause of the order are not applicable to the Company.

(iv) In respect of Loan to Directors and Investment by the Company

According to the information and explanations given to us and records made available to us, the company has not granted any loans, secured or unsecured, to the director of the Company and the Company does not have any current and non-current. Investment during the year, which in our opinion is satisfactory to the compliance with the provisions of Section 185 & 186 of the Act.

(v) In respect of Deposits Accepted by the Company

According to the information and explanations given to us and records made available to us, the company has not accepted any deposits under the provisions of section 73 to 76 of the Act, during the year.

(vi) In respect of Cost Records Maintenance

According to the information and explanations given to us and records made available to us, the Central Government has not prescribed maintenance of cost records to the company under sub section (1) of Section 148 of the Act. Accordingly, the provisions of the said clause (vi) are not applicable to the Company.

(vii) In respect of payment of Statutory Dues

- a) According to the information and explanations given to us and records of the Company examined by us, in our opinion, the company has been generally regular in depositing undisputed statutory dues including Goods and Services Tax, PF, ESIC, labour welfare fund, income-tax, duty of customs, cess and any other statutory dues to the appropriate authorities except some instances where professional tax, PF & ESI were deposited beyond the due dates for the respective months during the year. According to the information and explanation given to us, there were no outstanding statutory dues as on 31st March, 2024 for a period of more than six months from the date they became payable except the following.

(₹ In Lakhs)

Name of Statute	Particulars	Period related	Amount
Employees Provident Fund Scheme	EPF for 1 employee of Indore	April 2022 to July 2022	0.30

- b) According to the information and explanations given and records made available to us, the company has no outstanding statutory dues which have not been deposited as on March 31, 2024 on account of disputes, except listed below-

(₹ In Lakhs)

Name of Statute	Particulars	Period related	Amount (Rs.In Lakhs)	Forum where dispute is pending
Income Tax Act	TDS DEMAND	A.Y. 2014-15	1.08	Pending before CIT(A)
Labour Act	Labour Demand	F.Y. 2021-22	1.24	Pending before Labour welfare Court
Income Tax Act	Income Tax Demand	A.Y. 2013-14	25.54	Pending before CIT(A)

(viii) In respect of Unrecorded Transactions of Income

Based on our audit procedures and as per the information and explanations given by the management, no amount has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

Accordingly, paragraph 3(viii) of the order is not applicable to the Company.

(ix) In respect of Repayment of Loans and Borrowings

- a) According to the information and explanations given by the management and records examined by us, the company has neither defaulted in repayment of secured as well as unsecured loans or other borrowings nor in the payment of interest thereon to any lender.
- b) According to the information and explanations given by the management and records examined by us, the company was not declared willful defaulter by any bank or financial institution or any other lender.

- c) As per the information & explanations given by the management and on the basis of our test checks performed during the Audit, term loan amount has been applied for the purpose for which the loan was obtained by the company.
- d) As per the information & explanations given by the management and on the basis of our test checks performed during the Audit, working capital funds raised on short term basis have not been utilized for long term purpose during the year.
- e) As per the information & explanations given by the management, the company does not have any subsidiary, associate or joint venture during the year. Accordingly, provisions of Para (e) and (f) of the said clause 3(ix) are not applicable to the Company.

(x) In respect of Utilization of Public Funds

- a) As per the information & explanations given by the management and on the basis of our test checks performed during the Audit, the company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under Clause 3(x)(a) of the Order is not applicable.
- b) Further, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the reporting under Clause 3(x)(b) of the Order is not applicable.

(xi) In respect of Reporting of Frauds

- a) As per the information & explanations given by the management and on the basis of our test checks performed during the Audit, no instances of fraud by the company or any fraud on the company by the officers or employees has been noticed or reported during the year.
- b) During the year no report under section 143(12) of the companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT-4 as prescribed under rule 13 of the Companies (Audit and Auditors) Rules 2014 with Central Government.
- c) Further, as per the information & explanations given by the management, no whistle-blower complaints received by the company during the year.

(xii) In respect of Provisions of Nidhi Company

As per the information & explanations given by the management, the company is not a Nidhi Company. Accordingly, the provisions of the said clause 3(xii) are not applicable to the company.

(xiii) In respect of Related Party Transaction

In our opinion and according to the information and explanations given to us, the Company is in compliance with sections 177 and 188 of the Act, where applicable, for all transactions with related parties undertaken during the year and the details of such related party transactions have been disclosed in the financial statements as required by the applicable accounting standards;

(xiv) In respect of Internal Audit System

- a) The Company has an internal audit system commensurate with the size and nature of its business.
- b) The reports of the Internal Auditors issued till the date of the audit report for the period under audit were considered by us. However, the scope of internal audit needs to be extended to include certain areas i.e. payroll, purchases of fixed assets, material services and all financial transactions.

(xv) In respect of Non Cash Transaction

According to the information and explanations given by the management and based on our examination of the records of the Company, the company has not entered into any non-cash transactions with its directors or persons connected with him and hence the provisions of section 192 of the Act are not applicable.

(xvi) In respect of Registration u/s 45-IA of RBI Act, 1934

According to the information and explanations given and based on our examination, Company is not an NBFC Company and hence is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, Para(a), (b)& (c) of the said clause 3(xvi) are not applicable to the company.

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;

(xvii) In respect of Cash Losses

The company has not incurred cash losses in the current financial year and in the immediately preceding financial year.

(xviii) In respect of Resignation of the Statutory Auditor

There has been no resignation of the Statutory Auditors of the Company during the year.

(xix) In respect of Financial Position of the Company

On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In respect of Corporate Social Responsibilities

Provisions related to corporate social Responsibility (CSR) defined under section 135 of the Act are not applicable to the company. Accordingly, provisions of the said Clause 3(xx) are not applicable to the company.

(xxi) In respect of Consolidated Financial Statement

Since company is not liable to prepare Consolidated Financial Statements, the provisions of the said Clause 3(xxi) are not applicable to the company.

**For Prateek Jain & Co.
Chartered Accountants
FRN-009494C**

**Date: 29/05/2024
Place: Indore**

**(CA Prateek Jain)
Proprietor
M.No. 079214
UDIN: 24079214BKGYVK1518**

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to point 3(d) of paragraph VII under ‘Report on Other Legal and Regulatory Requirements’ section of our Report of even date)

Report on the Internal Financial Controls over Financial Reporting under Section 143(3)(i) of The Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Choksi Laboratories Limited (“the Company”) as of 31st March, 2024 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

I. Management’s Responsibility for Internal Financial Controls

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

II. Auditor’s Responsibility for the Audit of Internal Financial Controls

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

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

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

III. Meaning of Internal Financial Controls Over Financial Reporting

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

IV. Inherent Limitations of Internal Financial Controls over Financial Reporting

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

V. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on audit of internal financial controls over financial reporting issued by the ICAI.

For Prateek Jain & Co.
Chartered Accountants
FRN-009494C

Date: 29/05/2024
Place: Indore

(CA Prateek Jain)
Proprietor
M.No. 079214
UDIN: 24079214BKGYYK1518

CHOKSI LABORATORIES LIMITED
SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK, GRAM KUMEDI, INDORE
CIN: L85195MP1993PLC007471

BALANCE SHEET AS AT March 31, 2024

(₹ in Lakhs)

PARTICULARS	NOTES	As at March 31, 2024	As at March 31, 2023
I ASSETS			
1. Non-current assets			
(a) Property plant and equipment	2	4216.56	4304.91
(b) Capital Work-in-Progress	3	267.89	2.25
(c) Right-of-use assets	4	122.43	167.61
(d) Intangible assets	5	4.41	10.13
(e) Intangible Asset under Development	6	31.57	29.02
(f) Financial Assets			
(i) Investments		0.00	0.00
(ii) Loans		0.00	0.00
(iii) Other Financial Assets	7	52.99	31.59
(g) Deferred tax Asset (Net)	8	39.18	87.82
(h) Other Non-current assets	9	3.35	8.62
Total Non-Current assets		4738.39	4641.94
Current assets			
(a) Inventories	10	36.37	20.90
(b) Financial Assets			
(i) Investments		0.00	0.00
(ii) Trade receivables	11	1039.32	1065.42
(iii) Cash and cash equivalents	12	65.69	33.75
(iv) Bank Balances other than (iii) above		0.00	0.00
(v) Loans		0.00	0.00
(vi) Other Financial Assets	7	50.71	47.04
(c) Current Tax Assets (Net)	13	208.05	165.43
(d) Other Current Assets	14	56.69	62.00
Total Current assets		1456.84	1394.54
Total Assets		6195.23	6036.48
II EQUITY AND LIABILITIES			
1. Equity			
(a) Equity Share capital	15	696.53	696.53
(b) Other Equity	16	1524.52	1414.31
Total Equity		2221.05	2110.83
2. Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Long Term Borrowings	17	1799.66	2361.46
(ii) Lease Liabilities	18	108.16	159.91
(iii) Other Non current Financial Liabilities		0.00	0.00
(b) Long Term Provisions	19	181.60	152.86
(c) Deferred tax Liabilities (Net)		0.00	0.00
Total non-current liabilities		2089.42	2674.23
Current liabilities			
(a) Financial Liabilities			
(i) Short Term Borrowings	18	1127.69	673.76
(ii) Lease Liabilities	18	51.75	46.50
(iii) Trade payables (MSE)	20	50.52	9.64
(iv) Trade payables (Other then MSE)	20	342.58	170.31
(v) Other Current Financial Liabilities	21	235.13	264.63
(b) Other Current Liabilities	22	76.99	86.46
(c) Short Term Provisions	23	0.11	0.12
Total current liabilities		1884.76	1251.42
Total Liabilities		3974.18	3925.65
Total Equity and Liabilities		6195.23	6036.48

See accompanying Notes forming Part of the Financial Statements : Notes 1 to 66
As per our report of even date

For Prateek Jain & Co.
Chartered Accountants
FRN: 009494C

(CA Prateek Jain)
Proprietor
M.No.: 079214

Place : Indore
Date : 29/05/2024

Sunil Kumar Choksi
(Managing Director)
DIN 00155078

Vyangesh Choksi
(Whole time Director & Chief financial officer)
DIN-00154926

For and on behalf of Board of Directors
CHOKSI LABORATORIES LIMITED

Mrs. Stela Choksi
(Whole time Director)
DIN-00155043

Prakhar Dubey
(Company Secretary)
M. No. 65011

CHOKSI LABORATORIES LIMITED
SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK, GRAM KUMEDI, INDORE
CIN: L85195MP1993PLC007471

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2024 (₹ In Lakhs)

PARTICULARS	NOTES	For the Year ended March 31, 2024	For the Year ended March 31, 2023
I) INCOME			
Revenue from operations			
Supply of Services	24	3669.51	3444.05
Total Revenue from operations		3669.51	3444.05
Other Income	25	16.41	21.70
Total Income (I)		3685.92	3465.76
II) EXPENSES			
Cost of Material Consumed	26	255.94	221.24
Employee Benefits Expense	27	1454.88	1338.22
Finance Costs	28	300.53	349.23
Depreciation / Amortisation and Depletion Expense	2,4,5	571.35	549.77
Other Expenses	29	936.90	860.73
Total Expenses (II)		3519.60	3319.19
Profit/(loss) before exceptional items & tax (I-II)		166.32	146.56
Exceptional Items	30	0.00	225.58
III) Profit Before Tax		166.32	372.14
IV) Tax Expenses			
Current Tax	31	27.64	62.17
Income Tax Earlier year		6.43	0.63
Mat Credit Entitlement		(27.64)	(62.80)
Deferred Tax	31	48.91	51.14
V) Profit for the Year		110.98	321.00
VI) Other comprehensive income:			
Items that will not be reclassified to Statement of Profit and Loss			
Actuarial Gain on defined benefit plans recognised in accordance with IND AS-19		2.43	0.44
Income tax relating to items that will not be reclassified to Statement of Profit and Loss	31	(0.63)	(0.11)
Items that will be reclassified to Statement of Profit and Loss			
The effective portion of Gains or Loss on Hedging Instruments in a Cash Flow Hedge		(3.46)	0.00
Income tax relating to items that will be reclassified to Statement of Profit & loss		0.90	0.00
VII) Total comprehensive income for the year		110.22	321.33
VIII) Earnings per equity share of face value of ₹10 each	32		
Basic (in Rupees)		1.59	4.61
Diluted (in Rupees)		1.59	4.61

See accompanying Notes forming Part of the Financial Statements : Notes 1 to 66
As per our report of even date

For and on behalf of Board of Directors
CHOKSI LABORATORIES LIMITED

For Prateek Jain & Co.
Chartered Accountants
FRN: 009494C

(CA Prateek Jain)
Proprietor
M.No.: 079214

Place : Indore
Date : 29/05/2024

Sunil Kumar Choksi
(Managing Director)
DIN 00155078

Vyangesh Choksi
(Whole time Director & Chief financial officer)
DIN-00154926

Mrs. Stela Choksi
(Whole time Director)
DIN-00155043

Prakhar Dubey
(Company Secretary)
M. No. 65011

CHOKSI LABORATORIES LIMITED
SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK,
GRAM KUMEDI, INDORE
CIN: L85195MP1993PLC007471

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED March 31, 2024

EQUITY SHARE CAPITAL

	Changes in equity share capital during the current year	Balance at the end of the reporting period i.e.31st March 2024
Balance at the beginning of the reporting period i.e.1st April 2023		
Current Reporting Period	0.00	696.53
Previous Reporting Period	0.00	696.53

OTHER EQUITY

Particulars	Capital Reserve	Retained Earning	Other Comprehensive income		Total
			Defend Benefit Plan	Cash flow Hedging Reserve	
Current Reporting Period					
Balance At The Beginning Of The Reporting Period i.e.1st April 2023	20.06	1242.29	16.86	0.00	1414.31
Profit & Loss for the year	0.00	110.98	0.00	0.00	110.98
Other Comprehensive Income For The Year	0.00	0.00	1.80	-2.56	-0.76
Balance At The End Of The Reporting Period March 31, 2024	20.06	1353.27	18.66	-2.56	1524.52
Previous Reporting Period					
Balance At The Beginning Of The Reporting Period i.e.1st April 2022	20.06	922.04	16.53	0.00	1093.73
Profit & Loss for the year	0.00	321.00	0.00	0.00	321.00
Prior Period adjustments	0.00	-0.76	0.00	0.00	-0.76
Other Comprehensive Income For The Year	0.00	0.00	0.33	0.00	0.33
Balance At The End Of The Reporting Period March 31, 2023	20.06	1242.29	16.86	0.00	1414.31

See accompanying Notes forming Part of the Financial Statements : Notes 1 to 66
As per our report of even date

For Prateek Jain & Co.
Chartered Accountants
FRN: 009494C

(CA Prateek Jain)
Proprietor
M.No.: 079214

Place : Indore
Date : 29/05/2024

For and on behalf of Board of Directors
CHOKSI LABORATORIES LIMITED

Mrs. Stela Choksi
(Whole time Director)
DIN-00155043

Prakhar Dubey
(Company Secretary)
M. No. 65011

Sunil Kumar Choksi
(Managing Director)
DIN 00155078

Vyngesh Choksi
(Whole time Director & Chief financial officer)
DIN-00154926

CHOKSI LABORATORIES LIMITED
 SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK,
 GRAM KUMEDI, INDORE
CIN: L85195MP1993PLC007471

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024 (₹ In Lakhs)

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Cash flow from operating activities		
Profit before income tax	166.32	372.14
Adjustments for		
Depreciation and amortisation expense	571.35	549.77
Loss/ (Gain) on disposal of property, plant and equipment	0.48	0.05
Exceptional Items	0.00	(225.58)
Prior Period Adjustments	0.00	(0.76)
Provision/ write off of Doubtful trade receivables	22.34	37.04
Interest Received	(16.41)	(19.74)
Finance costs- Interest	300.53	349.23
Operating Profit before working Capital Changes	1044.62	1062.15
Adjustments for :		
(Increase)/Decrease in trade receivables	3.75	(73.31)
(Increase)/Decrease in Inventory	(15.47)	4.14
Increase/(Decrease) in trade payables	213.15	(221.62)
(Increase)/Decrease in other financial assets	(44.33)	(2.93)
(Increase)/decrease in other non-current assets	5.27	0.46
(Increase)/decrease in other current assets	5.32	(1.49)
Increase/(decrease) in provisions	(0.01)	21.36
Increase/(decrease) in employee benefit obligations (Gratuity)	31.16	14.39
Increase/(Decrease) in other current Financial liabilities	(29.50)	0.00
Increase/(Decrease) in other current liabilities	(9.47)	(52.19)
Cash generated from operations	1204.48	750.98
Income taxes paid/(refunds) Net	49.33	(74.40)
Net cash inflow from operating activities	1155.15	825.38
Cash flows from investing activities		
Payments for property, plant and equipment	(434.81)	(393.03)
Payments for Capital Work In Progress	(265.64)	(2.25)
Payments for Intangible Assets	(6.47)	(1.77)
Payments for Intangible Assets under Development	(2.55)	(18.02)
Proceeds from sale of property, plant and equipment	8.98	323.97
Proceeds from Maturity of Fixed Deposits	19.25	0.52
Interest received	16.41	19.74
Net cash outflow from investing activities	(664.84)	(70.84)
Cash flows from financing activities		
Proceeds from Long term borrowings	3100.99	200.39
Repayment of Long term borrowings	(3637.04)	(551.28)
Short Term Borrowings	424.72	(89.83)
Proceeds from Government Grant in respect of Tangible Assets	0.00	75.00
Finance Cost- Interest	(300.53)	(349.23)
Payments of Lease Obligations	(46.50)	(46.54)
Net cash inflow (outflow) from financing activities	(458.37)	(761.49)
Net increase (decrease) in cash and cash equivalents	31.94	(6.96)
Cash and cash equivalents at the beginning of the financial year	33.75	40.71
Cash and cash equivalents at end of the year	65.69	33.75

Components of Cash and cash equivalents			
Balances with Banks			
in Current accounts		60.65	19.05
Cash on Hand		5.04	14.69
Cash and Cash equivalents in cash flow statement		65.69	33.75

1. The above Cash Flow Statement has been prepared under the Indirect Method as set out in Ind AS 7 Statement of Cash Flow.
2. Figures for the Previous Year have been re-arranged and re-grouped wherever necessary to confirmation with the Current year classification.

See accompanying Notes forming Part of the Financial Statements : Notes 1 to 66
AS PER OUR REPORT OF EVEN DATE

For Prateek Jain & Co.
Chartered Accountants
FRN: 009494C

For and on behalf of Board of Directors
CHOKSI LABORATORIES LIMITED

(CA Prateek Jain)
Proprietor
M.No.: 079214

Sunil Kumar Choksi
(Managing Director)
DIN 00155078

Mrs. Stela Choksi
(Whole time Director)
DIN-00155043

Place : Indore
Date : 29/05/2024

Vyangesh Choksi
(Whole time Director & Chief financial officer)
DIN-00154926

Prakhar Dubey
(Company Secretary)
M. No. 65011

CHOKSI LABORATORIES LIMITED

SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK, GRAM KUMEDI, INDORE

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

Note No. 1- Description of the Company and Material Accounting Policies

I. Corporate Information

- i) Choksi Laboratories Limited (the Company), incorporated on 29/01/1993 under the Companies Act, 1956 provides contract testing and analytical services. The Company analyses, for its clients, or as a regulatory requirement pharmaceuticals, food and agricultural products, construction materials, chemicals, Calibration and environment monitoring services.

The company is a public limited company incorporated and domiciled in India. The address of its registered and corporate office is Survey No 9/1, Near Tulsiyana Industrial Park, Gram Kumedi, Indore - 452010, Madhya Pradesh, India. The Company's equity shares are listed at BSE. The Company is classified under "Medium" category, Major Activity "Services" since 21/06/2021 vide MSME UDYAM Registration No.UDHYAM-MP-23-0018547.

- ii) The company is certified by BIS (Bureau of Indian Standards), FDA (Food and Drugs control Administration), U.S. Food & Drug administer. MOEF (Ministry of Environment & Forests), State Pollution Control Boards, Department of Health (Madhya Pradesh), Agricultural Marketing Advisor (AGMARK – Government of India), FSSAI (Food Safety and Standard Authority of India), APEDA and several other regulatory bodies.
- iii.) The company has also been accredited by NABL (National Accreditation Board for testing & calibration Laboratories). This is internationally recognized through ILAC (International Laboratories Accreditation Committee) and is based on ISO/IEC 17025 guidelines.
- iv.) Since its incorporation, the company has led the industry with innovative business practices. The company is first in Central India:
- To develop Vendor Assessment program in the Edible Oil extraction industry,
 - To start water and soil analysis, and
 - To start instrument calibration services for organizations that were targeting ISO certification or had already achieved it.

II. Basis Of Preparation Of Financial Statements

A. Statement of Compliance:

The financial statements comply, in all material aspects, with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other relevant provisions of the Act to the extent applicable and applicable guidelines issued by the Securities and Exchange Board of India ('SEBI').

The financial statements have been prepared by the Company as a going concern on the basis of relevant Ind AS that are effective at the Company's annual reporting date, 31 March 2024. These financial statements were authorized for issuance by the Company's Board of Directors on 29th May 2024.

B. Basis Of Measurement

The financial statements have been prepared on historical cost basis, except for the following material items in the balance sheet:

- financial assets are measured either at fair value or at amortized cost depending on the classification;
- Derivative financial instruments
- Defined benefit plans- plan assets measured at fair value less cost to sell.
- Right-to-use the assets are recognized at the present value of lease payments that are not paid at that date. This amount is adjusted for any lease payments made at or before the commencement date, lease incentives received and initial direct costs, incurred, if any.
- Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date.

C. Functional and presentation currency:

The financial statements are presented in Lakhs of Indian Rupees ('INR' or 'Rupees' or '₹') which is the functional currency for the Company and all values are rounded to the nearest lakhs, except when otherwise stated.

D. Use of Accounting estimates and Professional judgments:

The preparation of the financial statements in conformity with the Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities and disclosures as at date of the financial statements and the reported amounts of the revenues and expenses for the years presented. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates under different assumptions and conditions. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

III. MATERIAL ACCOUNTING POLICIES INFORMATION:

A. Property, plant and equipment (PPE)

i) Recognition and measurement

Items of property, plant and equipment are stated at cost of acquisition, net of recoverable taxes, trade discount and rebates less accumulated depreciation/ amortization (other than land) and impairment losses. Such costs includes purchase price, borrowing cost, taxes (other than those subsequently recoverable from tax authorities), duties, freight and any cost directly attributable to bringing the assets to its working condition for its intended use net of charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

ii) Subsequent expenditure

Subsequent expenditure incurred such as repairs and maintenance, are normally charged to the statement of profit and loss in the period in which the costs are incurred. Major inspection and overhauling expenditure is capitalized, if the recognition criteria are met. The policy of the company is that subsequent costs are included in the asset's carrying amount or recognized as separate asset, as appropriate, only when it is probable that the future economic benefits associated with the items will flow to the entity and the cost of the same can be measured reliably.

iii) Replacement of significant part of assets

When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied.

iv) Disposal of Property, Plant or Equipment

Gains and losses on disposal of an item of property, plant and equipments are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/other expenses in statement of profit and loss.

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss, when the asset is derecognized.

- v) Expenses incurred relating to a project; net of income earned during the project development stage prior to its intended use, are considered as pre-operative expenses and disclosed under **Capital Work-in-Progress**.
- vi) Provision of decommissioning & restoration & other liabilities are not made.
- vii) Property plant and equipment has been shown at gross value in the books of accounts since depreciation has been separately credited to Depreciation Reserve account and in the financial statement; Property, plant and equipment shown at Gross Value along with accumulated depreciation and Net Written Down Value for the current financial year in comparison with previous financial year.
- viii) Government Grants and subsidies: The Company recognises government grants only when there is reasonable assurance that the conditions attached to them will be complied with, and the grants will be received.

The Government grants in the form of subsidy are presented in the balance sheet by deducting it from carrying amount of the eligible assets on a pro rata basis. The grant is recognized in the Statement of Profit and loss over the life of a depreciable asset as a reduced depreciation expense.

ix) Depreciation:

Depreciation on Property, plant & equipment is provided on the straight-line method based on useful life of the assets as prescribed in Part C of Schedule II to the Companies Act, 2013 or based on estimated useful lives of the assets determined by the management as per historical practices. Each part of an item of Property, Plant & Equipment with a cost that is significant in relation to total cost of the Machine is depreciated separately, if its useful life is different than the life of the Machine.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

B. Revenue Recognition

The Company earns revenue primarily from providing contract testing and analytical services. Revenue is recognized applying the 5 step approach.

- a. Identifying contract with customer as a first step.
- b. Having identified a contract, the entity next identifies the performance obligations with that contract. A performance obligation is a promise in a contract with a customer to transfer either a good or service or a bundle of goods or services that are distinct.
- c. Third step in the model is to determine the transaction price and then as fourth step, such transaction price needs to be allocated to the performance obligation identified in step 2.
- d. In accordance with this Standard, entity is required to recognize revenue when the entity satisfies the performance obligation.

Revenue is recognized upon transfer of control of promised services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those services. Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers. Invoices are payable within contractually agreed credit period.

Dividend income is recorded when the right to receive payment is established. Interest income is recognized using the effective interest method.

C. FINANCIAL INSTRUMENTS

i.) Derivative financial instruments and Hedge Accounting

The Company uses various derivative financial instruments such as currency swaps, forwards & options to mitigate the risk of changes in exchange rates. Such derivative financial instruments are initially recognised at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to Statement of Profit and Loss, except for the effective portion of cash flow hedges which is recognised in Other Comprehensive Income and later to Statement of Profit and Loss when the hedged item affects profit or loss or treated as basis adjustment if a hedged forecast transaction subsequently results in the recognition of a non-financial assets or non-financial liability.

ii.) Hedges that meet the criteria for hedge accounting are accounted for as follows

Cash Flow Hedge

The Company designates derivative contracts or non-derivative financial assets / liabilities as hedging instruments to mitigate the risk of movement in interest rates and foreign exchange rates for foreign exchange exposure on highly probable future cash flows attributable to a recognised asset or liability or forecast cash transactions. When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of other comprehensive income. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, then hedge accounting is discontinued prospectively. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss on the hedging instrument recognized in cash flow hedging reserve till the period the hedge was effective remains in cash flow hedging reserve until the underlying transaction occurs. The

cumulative gain or loss previously recognised in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

Fair Value Hedge

The Company designates derivative contracts or non-derivative financial assets / liabilities as hedging instruments to mitigate the risk of change in fair value of hedged item due to movement in interest rates, foreign exchange rates and commodity prices. Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to Statement of Profit and Loss over the period of maturity.

D. INVENTORIES

- a. Items of inventories are measured at lower of cost or realizable value, except obsolescence/ defective products which are valued at net realizable value. Cost of inventories comprises of cost of purchase and other costs including other expenses incurred in bringing them to their respective present location and condition.
- b. The comparison of cost and the net realizable value is made on an item-by-item basis.
- c. The cost formulas used are on FIFO basis.

IV. OTHER ACCOUNTING POLICIES:

A. Current and Non-current classification:

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013 and Ind AS 1, Presentation of Financial Statements.

Assets:

An asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption within the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded,
- c. It is expected to be realized within twelve months after the reporting date; or
- d. It is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

Liabilities:

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

- a. It is expected to be settled in the Company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within twelve months after the reporting date; or
- d. The Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Based on the nature of services rendered to customers and time elapsed between deployment of resources and the realization in cash and cash equivalents of the consideration for such services rendered, the Company has considered an operating cycle of 12 months.

Current assets and liabilities include the current portion of non-current assets and liabilities respectively. All other assets and liabilities are classified as non-current. Deferred tax assets and liabilities are always disclosed as non-current.

B. Cash flow statement:

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Statement of Cash Flows is prepared in accordance with the Indirect Method prescribed in the Indian Accounting Standard-7 "Statement of Cash Flows"

C. Recoverability of trade receivable

Judgments are required in assessing the recoverability of overdue trade receivables and determining whether a provision against those receivables is required. Factors considered include the credit rating of the counter party, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate the risk of non-payment.

D. Provisions

Provisions are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

E. Provisions for doubtful debts

Exposures to customers outstanding at the end of each reporting period are reviewed to determine incurred and expected credit losses and the Company establishes an allowance for doubtful debts and impairment that represents its estimate of expected losses in respect of trade receivables. Historical trends of impairment of trade receivables do not reflect any significant credit losses. Given that the macro-economic indicators have undergone change, it has not affected the customers of the Company substantially; hence the Company expects the historical trend of minimal credit losses to continue. The Provision for doubtful debt as at March 31, 2024 related to customers that have defaulted on their payments to the Company and are not expected to be able to pay their outstanding balances, mainly due to economic circumstances.

The loss allowance on trade receivable has been computed on the basis of Ind AS 109, Financial Instruments which require such allowance to be made even for trade receivable considered good on the basis that credit risk exists even though it may be very low. The Company exposure to credit and currency risk and loss allowance related to trade receivable are disclosed in Note no.11, 35.

F. Impairment of Non-Financial Assets

The Company assesses the chances of an asset getting impaired on each reporting date. If any indication exists, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Units (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or a group of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account, if no such transactions can be identified, an appropriate valuation model is used.

G. Impairment of Financial Assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected cash loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets and fair value measurement of financial instruments, these are discussed below. Key sources of estimation of uncertainty in respect of revenue recognition, employee benefits and provisions and contingent liabilities have been discussed in their respective policies.

H. Leases:

- i) The Company, as a lessee, recognises a right of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of

the asset and has right to direct the use of the identified asset. The cost of the right-of-use asset shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date plus any initial direct costs incurred. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any re-measurement of the lease liability. The right-of-use assets is depreciated using the straight line method from the commencement date over the shorter of lease term or useful life of right-of-use asset.

- ii) The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.
- iii) For short-term and low value leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the lease term.

I. Intangible Asset

Intangible Assets are stated at cost of acquisition net of recoverable taxes, trade discount and rebates less accumulated amortization/depletion and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Amortization is recognized in the statement of profit and loss on a straight-line basis over the estimated useful lives of intangible assets. The amortization expense is recognized in the statement of profit and loss account in the expense category that is consistent with the function of the intangible asset. Intangible assets that are not available for use are amortized from the date they are available for use.

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

Intangible assets comprises of computer software. Cost of computer software includes cost such as expenditure incurred on development of the computer software and is amortized on straight line basis over a period of useful life, which in management's estimate represents the period during which economic benefits will be derived from their use.

J. Capital work in progress

- a. Expenditure incurred on assets under construction (including a project) is carried at cost under Capital Work-in-Progress. Such costs comprises purchase price of asset including import duties and non-refundable taxes after deducting trade discounts and rebates and costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.
- b. Cost directly attributable to projects under construction include expenditure in relation to survey and investigation activities of the projects, cost of site preparation, initial delivery and handling charges, installation and assembly costs, professional fees, expenditure on maintenance and up gradation, among others of common public facilities, depreciation on assets used in construction of project, interest during construction and other costs if attributable to construction of projects. Such costs are accumulated under 'Capital Work-in-Progress' and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects.
- c. Capital expenditure incurred for creation of facilities, over which the Company does not have control but the creation of which is essential principally for construction of the project is capitalized and carried under 'Capital work-in-progress' and subsequently allocated on systematic basis over major assets, other than land and infrastructure facilities, on commissioning of projects, keeping in view the 'attributability' and the 'Unit of Measure' concepts in Ind AS 16- 'Property, Plant & Equipment'. Expenditure of such nature incurred after completion of the project, is charged to Statement of Profit and Loss.

K. Borrowing costs

- a. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.
- b. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.
- c. All other borrowing costs should be charged as an expense in profit and loss statement in the period in which they occur.

L. Impairment of Non-Financial Assets

- a. The Company assesses at each reporting date as to whether there is any indication that any property, plant & equipment and intangible assets or group of assets, called Cash Generating Units (CGU) may be impaired. If any such indication exists the recoverable amount of an asset or CGU is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belongs. The goodwill on business combinations is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.
- b. An impairment loss, if any is recognized in the Statement of Profit and Loss to the extent, asset's carrying amount exceeds its recoverable amount. The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.
- c. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

M. Provisions and Contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Such provisions are determined based on management estimate of the amount 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 disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent liabilities are disclosed on the basis of judgment of management. These are reviewed at each balance sheet date and disclosed to reflect the current management estimates.

Contingent assets are not recognised in the financial statements. A contingent asset is disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually and, if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognised in the period in which the change occur

N. Income taxes

a. Current tax

Income tax has been recognized under the MAT provisions of Income Tax Act, 1961 during the year. Deferred taxes are recognized in statement of profit and loss, except when they relate to items that are recognized in other comprehensive income or directly in equity.

b. Deferred income taxes

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction. Deferred income tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized.

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

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled. Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis. Deferred tax assets and liabilities are classified as non-current assets / liabilities.

c. Recognition of MAT Credit entitlement:

The credit availed under MAT is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the period for which the MAT credit can be carried forward for set off against the normal tax liability. This requires significant management judgment in determining the expected availment of the credit based on the business plans and future cash flows of the Company.

O. Foreign Exchange Transactions:

- a. The financial statements are presented in Indian rupees, which are the functional currency of the company and the currency of the primary economic environment in which the company operates.
- b. Transactions in foreign currencies are initially recorded at the exchange rate prevailing on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date.
- c. Exchange differences arising on settlement or translation of monetary items are recognized in Statement of Profit and Loss except to the extent of exchange differences which are regarded as an adjustment to interest costs on foreign currency borrowings that are directly attributable to the acquisition or construction of qualifying assets, are capitalized as cost of assets.

P. Employee benefits

i) Short term employee benefits

All employee benefits which are payable within twelve months of rendering service are classified as short-term employee benefits. Benefits such as salaries, wages, bonus, short term compensated absences and the expected cost of ex-gratia is recognized in the period in which the employee renders the related service.

Employee benefits include short term benefits like salaries and wages which are recognized as an expense in the statement of Profit and Loss of the year in which the related service is rendered.

A liability is recognized for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Post-Employment Benefits Defined Contribution Plans

A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund, Superannuation Fund and Pension Scheme. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined Benefits Plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and future pension increases. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

ii) Provident Fund

Provident Fund contributions are made to a trust administered by the Trustees. Trust makes investments and settles member's claims. Interest Payable to the members shall not be at a rate lower than the statutory rate. Liability is recognized for any shortfall in the plan assets vis-à-vis actuarially determined liability of the fund obligation.

iii) Gratuity Plan

The company has a defined gratuity plan. Every employee who has rendered continuous service of 5 years or more is entitled to gratuity amount of 15 days salary (15/26 last drawn basic salary plus dearness allowance) for each completed year for five year or more subject to maximum of ₹ 20 lakhs on superannuation, resignation, termination, disablement or death.

The liability in respect of gratuity and other post-employment benefits is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

Re-measurement of defined benefit plans in respect of post-employment are charged to the Other Comprehensive Income.

Q. Cash and cash equivalents:

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

R. Financial instruments

i) Financial Assets

Initial recognition and measurement

All financial assets are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

Subsequent measurement

The Company classifies its financial assets into various measurement categories. The classification depends on the contractual terms of the financial assets, cash flows and the Company's business model for managing financial assets.

- Financial assets carried at amortized cost

A financial asset is measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

- Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

- Financial assets at fair value through profit or loss (FVTPL)

A financial asset not classified as either amortized cost or FVTOCI, is classified as FVTPL.

Impairment of financial assets

In accordance with Ind AS 109, the Company applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on trade receivables or any contractual right to receive cash or another financial asset.

For this purpose, the Company follows a 'simplified approach' for recognition of impairment loss allowance on the trade receivable balances. The application of this simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analyzed.

ii) Financial Liabilities

Initial recognition and measurement

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

Subsequent measurement

Financial liabilities other than derivative financial instruments are subsequently measured at amortised cost using the effective interest method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

De-recognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Company's Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

S. Earnings per share

Basic earnings per share are computed by dividing profit or loss attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a right issue to existing shareholders and instruments converted to equity during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

T. Dividend Distribution:

Dividend distribution to the shareholders is recognized as a liability in the Company's financial statements in the period in which the dividends are approved by the Company's shareholders.

U. Fair value measurement of financial instruments

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

V. Cost recognition

Costs and expenses are recognized when incurred and have been classified according to their nature. The costs of the Company are broadly categorized in employee benefit expenses, cost of raw materials consumed, depreciation and amortization expense and other expenses. Employee benefit expenses include Salaries & wages, bonus to employees, incentives and allowances, contributions to provident fund and other funds and staff welfare expenses. Other expenses mainly include laboratory expenses, power & fuel expenses, Testing charges, Repairs & maintenance expenses, rent charges, professional charges, business promotion and advertisement expenses & several other expenses. (Refer Note: 29 for details)

W. Investment Property

As per Ind AS 40 "INVESTMENT PROPERTY", Investment property is property (land or a building—or part of a building—or both) held (by the owner or by the lessee under a finance lease) to earn rentals or for capital appreciation or both. Therefore, an investment property generates cash flows largely independently of the other assets held by an entity. This distinguishes investment property from owner-occupied property. The production or supply of goods or services (or the use of property for administrative purposes) generates cash flows that are attributable not only to property, but also to other assets used in the production or supply process.

Investment property shall be recognized as an asset when and only when:

- a. It is probable that the future economic benefits that are associated with the investment property will flow to the entity; and
- b. The cost of the investment property can be measured reliably.

Reclassification to investment property

When the use of a property changes from owner occupied to investment property, the property is reclassified as investment property as it's carrying amount on the date of reclassification.

As per Ind AS 40 "Investment Property", Transfers to, or from, investment property shall be made when, and only when, there is a change in use, evidenced by:

- commencement of owner-occupation, for a transfer from investment property to owner-occupied property;
- commencement of development with a view to sale, for a transfer from investment property to inventories;
- end of owner-occupation, for a transfer from owner-occupied property to investment property; or
- Commencement of an operating lease to another party, for a transfer from inventories to investment property.

However, there is no investment property in the company.

X. Segment reporting

The Company's main business is testing & analysis. There is no separate reportable segment as per Ind AS 108.

Y. Exceptional items

Exceptional items refer to items of income or expense, including tax items, within the statement of profit and loss from ordinary activities which are non recurring and are of such size, nature or incidence that their separate disclosure is considered necessary to explain the performance of the Company.

Z. Actuarial Valuation

The determination of company liability towards defined benefit obligation to Employees is made through Independent Actuarial Valuation including determination of amount to be recognized in the Statement of Profit & Loss & in other Comprehensive Income vide his valuation report dt. 24/05/2024. Such valuation depend upon assumption determined after taking into account interim, seniority, promotions and other relevant factors such as Supply & Demand Factor in the Employment Market. Information about such valuation is provided in notes to the Financial Statements.

Z1. New and Amended Standards

The Ministry of Corporate Affairs has notified Companies (Indian Accounting Standards) Amendment Rules, 2023 dated March 31, 2023 to amend the following Ind AS which are effective for annual periods beginning on or after April 01, 2023. The Company applied these amendments for the first-time during the year.

- i) **Definition of Accounting Estimates - Amendments to Ind AS 8** The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. It has also been clarified how entities use measurement techniques and inputs to develop accounting estimates. The amendments had no impact on the Company's financial statements.
- ii) **Disclosure of Accounting Policies - Amendments to Ind AS 1** The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures. The amendments have had an impact on the Company's disclosures of accounting policies, but not on the measurement, recognition or presentation of any items in the Company's financial statements.
- iii) **Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to Ind AS 12** The amendments narrow the scope of the initial recognition exception under Ind AS 12, so that it no longer applies to transactions that give rise to equal taxable and deductible temporary differences such as leases. The amendments had no impact on the Company's financial statements.
- iv) Apart from these, consequential amendments and editorials have been made to other Ind AS like Ind AS 101, Ind AS 102, Ind AS 103, Ind AS 107, Ind AS 109, Ind AS 115 and Ind AS 34.

CHOKSI LABORATORIES LIMITED
SURVEY NO 9/1, NEAR TULSIYANA INDUSTRIAL PARK,
GRAM KUMEDI, INDORE
CIN: L85195MP1993PLC007471

(₹ In Lakhs)

Description	GROSS BLOCK			DEPRECIATION & AMORTIZATION			NET BLOCK		
	As at 01-04-2023	Additions	Deductions	As at 31-03-2024	For the Year	Deductions	As at 31-03-2024	As at 31-03-2024	As at 31-03-2023
Tangible Assets :									
Free Hold Land	410.40	0.00	0.00	410.40	0.00	0.00	0.00	410.40	410.40
Buildings	1380.60	9.59	4.19	1386.00	47.99	0.29	209.95	1176.05	1218.36
Furniture, fittings and equipments	1183.60	80.25	0.00	1263.85	115.36	0.00	505.24	758.62	793.73
Plant and Machinery	3100.35	284.78	6.63	3378.50	265.40	3.64	1844.55	1533.95	1517.55
Office Equipment	181.95	4.83	0.00	186.78	87.11	0.00	121.91	64.87	94.84
Computers	119.89	32.48	56.77	95.60	25.61	56.77	32.88	62.72	55.86
Motor Vehicles	264.55	22.87	7.73	279.70	24.80	5.44	123.04	156.66	160.88
Total (A)	6641.34	434.81	75.32	7000.83	513.98	66.13	2837.57	4163.26	4251.61
Leased Assets:									
Leasehold Land	53.30	0.00	0.00	53.30	0.00	0.00	0.00	53.30	53.30
Total (B)	53.30	0.00	0.00	53.30	0.00	0.00	0.00	53.30	53.30
Total (A + B)	6694.64	434.81	75.32	7054.14	513.98	66.13	2837.57	4216.56	4304.91

(₹ In Lakhs)

Description	GROSS BLOCK			DEPRECIATION & AMORTIZATION			NET BLOCK		
	As at 01-04-2023	Additions	Deductions	As at 31-03-2024	For the Year	Deductions	As at 31-03-2024	As at 31-03-2024	As at 31-03-2023
CAPITAL WIP	2.25	265.64	0.00	267.89	0.00	0.00	0.00	267.89	2.25
Total	2.25	265.64	0.00	267.89	0.00	0.00	0.00	267.89	2.25

(₹ In Lakhs)

Nature of Capital WIP	Amount in Capital WIP for the Period						Total
	Less than 1 Year		1 to 2 Years		More than 3 Years		
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	
Project in Progress							
Instrument at Baroda	100.62	0.00	0.00	0.00	0.00	0.00	0.00
Air Conditioner at Baroda	11.39	0.00	0.00	0.00	0.00	0.00	0.00
Building at Baroda	81.78	2.25	0.00	0.00	0.00	0.00	2.25
Furniture & Fixture at Baroda	60.49	0.00	0.00	0.00	0.00	0.00	0.00
Electrical Installation at Baroda	11.36	0.00	0.00	0.00	0.00	0.00	0.00
Total	265.64	2.25	0.00	0.00	0.00	0.00	2.25

NOTE "2"

Property, Plant & Equipment

NOTE "3"

Capital Work in Progress

NOTE "3.1"

Capital work in progress Ageing Schedule as at 31.03.2024 and 31.03.2023

NOTE "4"

Right to use assets

Description	GROSS BLOCK		DEPRECIATION & AMORTIZATION		NET BLOCK	
	As at 01-04-2023	As at 31-03-2024	As at 01-04-2023	As at 31-03-2024	As at 31-03-2024	As at 31-03-2023
Right to use Assets	361.21	361.21	193.61	238.79	122.43	167.61
Total	361.21	361.21	193.61	238.79	122.43	167.61

NOTE "4.1"

Right to Use of Assets has been created on Premises taken on Lease by the Company for the Deferred Lease Asset as per Ind AS 116 "LEASE".

NOTE "5"

Intangible Assets

Description	GROSS BLOCK		DEPRECIATION & AMORTIZATION		NET BLOCK	
	As at 01-04-2023	As at 31-03-2024	As at 01-04-2023	As at 31-03-2024	As at 31-03-2024	As at 31-03-2023
Computer Software	38.08	15.55	27.96	11.14	4.41	10.13
Total	38.08	15.55	27.96	11.14	4.41	10.13

NOTE "6"

Intangible Assets Under Development

Description	GROSS BLOCK		DEPRECIATION & AMORTIZATION		NET BLOCK	
	As at 01-04-2023	As at 31-03-2024	As at 01-04-2023	As at 31-03-2024	As at 31-03-2024	As at 31-03-2023
Computer software	29.02	31.57	0.00	0.00	31.57	29.02
Total	29.02	31.57	0.00	0.00	31.57	29.02

NOTE "6.1"

Intangible Asset under Development Ageing Schedule as at 31.03.2024 and 31.03.2023

Nature of Intangible Asset under Development	Amount in Intangible Assets under Development for the Period						Total
	Less than 1 Year		1 to 2 Years		2 to 3 Years		
	As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023	As at 31.03.2024	As at 31.03.2023	
Computer Software, Indore	2.55	18.02	18.02	11.00	0.00	0.00	29.02
Total	2.55	18.02	18.02	11.00	0.00	0.00	29.02
Grand Total (Note 2 to 6)	7125.20	709.48	104.32	7730.37	2611.29	571.35	4642.87
Current Year	7037.78	570.67	483.24	7125.20	2214.93	549.77	4822.85
Previous Year							

NOTE "07"

=====

Other Financial Assets

(₹ In Lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non- Current	Current	Non- Current	Current
(a) Related Parties	0.00	0.00	0.00	0.00
(b) Others* - considered good	27.78	42.52	22.42	15.13
(c) Balances with banks in deposit accounts : with more than 12 months maturity	21.10	0.50	8.18	26.75
(d) Interest accrued on above	4.11	0.00	0.98	5.16
(e) Derivatives Forward (Assets)	0.00	7.69	0.00	0.00
Total	52.99	50.71	31.59	47.04

*Others: Include various security deposits, utility deposits and EMD to various agencies.

NOTE "08"

=====

Deferred tax liabilities/(Assets) (Net)

The movement on the deferred tax account as at March 31, 2024 is as follows:

(₹ In Lakhs)

Particulars	As at March, 2024	As at March, 2023
Deferred Tax Liability		
Related to Fixed Assets	63.62	65.50
Deferred Tax Assets		
Disallowances under the Income Tax Act	74.16	56.47
Others	32.87	96.96
Net Deferred Tax Liability/(assets)	(43.41)	(87.93)
At the start of the year	(87.82)	(139.07)
Charge/(credit) to Statement of Profit and Loss	48.91	51.14
Deferred Tax Related to OCI	(0.27)	0.11
At the end of year	(39.18)	(87.82)

NOTE "09"

=====

Other Non-current assets

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Prepayments & others	3.35	8.62
Other Advances	0.00	0.00
Total	3.35	8.62

NOTE "10"

Inventories

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Raw materials	18.27	14.55
Stores and spares	18.10	6.35
Total	36.37	20.90

NOTE "10.1"

Inventories are valued at cost or net realisable value, whichever is lower. The cost formulas used are FIFO. The cost of inventories comprises all cost of purchase including duties and taxes (other than those subsequently recoverable from the taxing authorities), conversion cost and other costs incurred in purchase including duties and taxes (other than those subsequently recoverable from the taxing authorities), conversion cost and other costs incurred in bringing the inventories to their present location and condition.

NOTE "11"

Trade receivables

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
a) Unsecured Considered Good	1039.32	1065.42
b) Considered Doubtful	52.68	45.51
	1092.00	1110.93
Less: Provision for doubtful debt	(52.68)	(45.51)
Total	1039.32	1065.42

NOTE "11.1"

Debts due by directors or other officers of the Company or any of them either severally or jointly with any other persons or debts due by firms or private companies respectively in which any director is a partner or a director or a member as on 31 March 2024 - NIL (31.3.2023 - NIL)

NOTE "11.2"

Trade Receivable Ageing Schedule as at 31.03.2024

(₹ In Lakhs)

Particular	Outstanding for following periods from due date of payment					Total
	< 6 months	>6 months - 1 year	1- 2 years	2- 3 years	> 3 Years	
Undisputed						
Considered Good	922.74	52.24	40.69	11.80	11.85	1039.32
Considered Doubtful	4.64	1.62	4.52	6.35	35.55	52.68
Disputed						
Considered Good	-	-	-	-	-	-
Considered Doubtful	-	-	-	-	-	-
Trade Receivable Impaired	-	-	-	-	-	-
					Total	1092.00

Trade Receivable Ageing Schedule as at 31.03.2023

(₹ In Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	< 6 months	>6 months - 1 year	1- 2 years	2- 3 years	> 3 Years	
Undisputed						
Considered Good	870.14	88.21	58.07	22.10	26.90	1065.42
Considered Doubtful	4.37	2.26	6.45	5.52	26.90	45.51
Disputed						
Considered Good	-	-	-	-	-	-
Considered Doubtful	-	-	-	-	-	-
Trade Receivable Impared	-	-	-	-	-	-
					Total	1110.93

NOTE "12"
Cash and Cash equivalents

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
a) Cash & Cash Equivalents		
Cash on Hand	5.04	14.69
b) Unrestricted Balance with bank :		
In Current accounts	60.65	19.05
c) Other Balances with banks		
In deposit accounts	21.60	34.93
Less: Amount disclosed under "Other financial assets	(21.60)	(34.93)
Total	65.69	33.75

NOTE "13"
Current Tax Assets (Net)

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Income Tax Deducted at Source (net of provisions)	100.57	59.01
Income Tax Refundable (earlier years)	12.11	38.68
Mat Credit Entitlement	95.37	67.74
Total	208.05	165.43

NOTE "14"

Other Current Assets

(₹ In Lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Units	Amount	Units	Amount
Prepaid Expenses		34.18		31.20
Advance to staff		2.57		2.77
GST Advance & unutilised inputs Credit		10.37		8.28
Other Advances		1.44		0.74
Advance to suppliers		8.13		19.01
Total		56.69		62.00

NOTE "15"

Equity Share capital

(₹ In Lakhs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Units	Amount	Units	Amount
SHARE CAPITAL				
Authorised Share Capital:				
Equity Shares of Rs 10 each	120.00	1200.00	120.00	1200.00
Preference share capital of Rs 10 each	30.00	300.00	30.00	300.00
Total	150.00	1500.00	150.00	1500.00
Issued, Subscribed and Paid up:				
Equity Shares of Rs. 10 each fully paid up	69.65	696.53	69.65	696.53
Total	69.65	696.53	69.65	696.53

NOTE "15.1"

Details of shareholders holding more than 5% of the paid up share capital :

(₹ In Lakhs)

Name of Shareholder	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% held	No. of Shares	% held
Sunil Kumar Choksi	5.23	7.51%	5.23	7.51%
Vyangesh Choksi	4.47	6.42%	4.47	6.42%
D.G. Choksi HUF (Karta Sunil Kumar Choksi)	4.00	5.74%	4.00	5.74%

NOTE "15.2"

Details of Shareholding of Promoters as at 31.03.2024

(₹ In Lakhs)

Name of Promoter	No. of Shares 31.03.2024	No. of Shares 31.03.2023	% of Total Shares 31.03.2024	% of Total Shares 31.03.2023	% Change during the year
Sunil Kumar Choksi	5.23	5.23	7.51%	7.51%	-
Vyangesh Choksi	4.47	4.47	6.42%	6.42%	-
D.G. Choksi HUF (Karta Sunil Kumar Choksi)	4.00	4.00	5.74%	5.74%	-
Choksi Holding Company Pvt Ltd	3.00	3.00	4.31%	4.31%	-
Stela Choksi	2.20	2.20	3.16%	3.16%	-
Himika Choksi	0.01	0.01	0.01%	0.01%	-
Khyati Choksi	3.01	3.01	4.33%	4.33%	-

Details of Shareholding of Promoters as at 31.03.2023

(₹ In Lakhs)

Name of Promoter	No. of Shares 31.03.2023	No. of Shares 31.03.2022	% of Total Shares 31.03.2023	% of Total Shares 31.03.2022	% Change during the year
Sunil Kumar Choksi	5.23	5.23	7.51%	7.51%	-
Vyangesh Choksi	4.47	4.47	6.42%	6.42%	-
D.G. Choksi HUF (Karta Sunil Kumar Choksi)	4.00	4.00	5.74%	5.74%	-
Choksi Holding Company Pvt Ltd	3.00	3.00	4.31%	4.31%	-
Stela Choksi	2.20	2.20	3.16%	3.16%	-
Himika Choksi	0.01	0.01	0.01%	0.01%	-
Khyati Choksi	3.01	3.01	4.33%	4.33%	-

NOTE "15.3"

The reconciliation of the number of shares outstanding at the beginning & at the year end is set out below :

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	69.65	69.65
Add: Shares issued during the year	0.00	0.00
Less : Share bought back during the year	0.00	0.00
Equity Shares at the end of the year	69.65	69.65

NOTE "15.4"

Terms/ Rights attached to equity shares :

The Company has only one class of shares i.e. equity shares with equal rights for dividend and repayment. Each holder of the shares is entitled to one vote per share. Dividend on equity shares whenever proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTE "16"

Other Equity

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Capital Reserve		
As per last Balance Sheet	20.06	20.06
Less: Transferred to retained earnings	0.00	0.00
Total (A)	20.06	20.06
Security Premium Reserve		
As per last Balance Sheet	135.10	135.10
Less: Transferred to retained earnings	0.00	0.00
Total (B)	135.10	135.10
Retained Earnings		
As per last Balance Sheet	1242.29	922.04
Add: Profit (Loss) for the year	110.98	321.00
Add/(Less): Prior Period adjustments	-	(0.76)
	1353.27	1242.29
Less: Appropriations		
Transfer to General reserve	0.00	0.00
Total (C)	1353.27	1242.29
Other Comprehensive Income (OCI)		
As per last Balance Sheet (Defined Benefit Plan)	16.86	16.53
Add: Movement in OCI (Net) during the year	1.80	0.33
As per last Balance Sheet (Cash Flow Hedging Reserve)	0.00	0.00
Add: Movement in OCI for CFHR (Net) during the year	(2.56)	0.00
Total (D)	16.10	16.86
Total (A to D)	1524.52	1414.31

Notes :

- Securities Premium represents the Premium on issue of Shares. The same will be utilized in accordance with the Provision of Sec. 52 of the Companies Act, 2013.
- Retained earning represent the Profit of the Company has earned till date less any dividend or other distribution to the Shareholders.

NOTE "17"

Borrowings
Non-current borrowings

(₹ In Lakhs)

Particulars	Maturity date	Coupon/ Interest rate	Sub Total	As at March 31, 2024	As at March 31, 2023
Secured Loan From Banks :					
Bank of India OD (1) 0018	30th Sept 2026*	10.35% p.a.		0.00	97.97
Bank of India OD (2) 0019	31st Mar 2027*	10.35% p.a.		0.00	120.35
SBI Drop Line OverDraft- (I) 8789	30th Sept 2033**	11.45% p.a.		0.00	337.53
SBI Drop Line OverDraft- (II) 9029	30th Sept 2033**	11.45% p.a.		0.00	614.34
SBI ABL (8725)	30th June 2034**	11.45% p.a.		0.00	218.48
SBI GECL Limit (7930)	30th Aug 2024	9.30% p.a.		71.15	244.35
SBI GECL Extension (8501)	30th Nov 2026	9.30% p.a.		216.69	237.00
SBI TL (VI) Term Loan	30th Aug 2033	11.65% p.a.		177.94	0.00
FCNB Loan :					
SBI FCNB Term Loan -I Consisting of (a) & (b) below :				825.93	
(a) SBI TL (I) 7011	28th Feb 2027	8.57% p.a.	708.56		836.49
(b) SBI TL (II) 6323 (MSME)	30th Nov 2027	8.57% p.a.	117.37		127.12
SBI FCNB Term Loan -II Consisting of (a) & (b) below :				838.19	
(a) SBI TL (III) 8840	25th Oct 2033	8.57% p.a.	611.79		0.00
(b) SBI TL (IV) 5460	30th June 2034	8.57% p.a.	226.40		0.00
SBI FCNB Term Loan -III Consisting of (a) below :				165.38	
(a) SBI TL (V) 7750	31st Mar 2027	8.57% p.a.	165.38		0.00
Secured Vehicle Loan :					
HDFC Bank (Honda Amaze)	22nd Jul 2023	9.25% p.a.		0.00	0.39
Canara Bank (Maruti Ertiga)	03rd Aug 2024	9.75% p.a.		1.89	4.27
Canara Bank (MG Motors)	26th Aug 2025	9.10% p.a.		12.07	19.19
UCO Bank (Volvo Car)	01st Nov 2029	8.55% p.a.		16.39	18.68
HDFC Bank (Force Traveller)	15th Jan 2029	9.00% p.a.		17.94	0.00
Total non-current borrowings				2343.57	2876.16
Less: Current maturities of long-term debt (included in note 18)				543.91	514.70
Non-current borrowings (as per balance sheet)				1799.66	2361.46

*BOI OD1 & BOI OD2 have been take over by SBI FCNB TL (III).

**SBI Loans Drop line OD (I) has been converted into SBI CC Limit. SBI Drop Line OD (II) & SBI ABL 8725 have been converted into SBI FCNB TL (II).

Details regarding terms & conditions of borrowings :

Bank of India:

Dropline OD -I & II were clean OD Limit with Collateral Security of EQM of Leasehold land and building from GIDC, Makarpura, situated at Shed no. C-1/B/829, in G.I.D.C. Industrial estate, RS No. 671/P, 672/P & 683/P, Village mouze-Makarpura, taluka Dist. Vadodara, Gujarat.

The above Dropline OD I & II are also secured by personal guarantee of the Directors Shri Sunil Kumar Choksi, Shri Vyangesh Choksi & Smt. Stela Choksi.

State Bank of India :

FACILITIES	PRIMARY / COLLATERAL SECURITY
Cash Credit Limit CEL	Primary Security – Hypothecation of stocks of raw material, stocks in process, finished goods and other current assets including stores and spares, consumables, goods in transit and/or stored/lying at the factory premises or at any other place as may be approved by the Bank from time to time including outstanding moneys, Book Debts and Receivables etc.
Term Loan-I Term Loan-II Term Loan-III Term Loan-IV Term Loan-V	Equitable Mortgage of Commercial land and building(s) (Laboratories) created on commercial Plot bearing Survey Number : 9/1, situated at P.H. No 36, S. No 9/1, Village Kumedi, Tehsil Sanwer, District Indore, admeasuring total area of 56995 Sq Ft in the name of Choksi Laboratories Ltd. Exclusive charge over all the free hold equipment / machinery placed in Indore, Goa, Panchkula, Vapi and Vadodara Laboratories of Choksi Laboratories Limited
Term Loan-VI	Hypothecation of machinery for which term loan of Rs. 4.81 crore is financed.
Cash Credit Limit CEL Term Loan-I Term Loan-II Term Loan-III Term Loan-IV Term Loan-V Term Loan-VI	Collateral Security - Equitable Mortgage of Commercial office situated at D- 4145. Obeoroi Garden Estate, Chandivali Farm Road, Off Western Express Highway, Goregoan (East), Mumbai, 400072, in the name of Choksi Laboratories Limited. Commercial Land and Building (Laboratory) bearing Survey Number : S. No. 166, situated at Plot No C-18 and C 20, Phase 1A, Verna Industrial Estate, Goa , admeasuring total area of 2188 Sq. Mtrs in the name of Choksi Laboratories Ltd. Land situated at survey no 4/2 Village Kumedi, Tehsil Sanwer, District Indore in the name of Choksi Laboratories Ltd. Commercial Land and Building (Laboratory) bearing Survey Number : 829, situated at Plot No . 829 GIDC, Makarpura, Vadodara Gujarat admeasuring total area of 8665 Sq. Ft in the name of Choksi Laboratories Ltd. FDR of Rs. 7.50 lakh in SBI which will be lien marked till currency of term loan.
Personal Guarantee for entire exposure	Irrevocable and unconditional Personal Guarantee of 1. Shri Sunil Kumar Choksi S/O Shri Dhansukh Bhai Choksi 2. Shri Vyangesh Choksi S/O Shri Sunil Kumar Choksi 3. Smt Stela Choksi W/O Shri Sunil Kumar Choksi
GECL 1.0 & GECL 1.0 Extension	Primary Security Second charge on above mentioned primary security. Collateral Security – Second charge on above mentioned collateral security Guarantee - 100% guarantee cover from National Credit Guarantee Trustee Company (NCGTC)

There are no defaults as on the Balance Sheet date in repayment of the above loans and interest thereon

NOTE "18"

Financial Liabilities

Financial Liabilities measured at Amortization Cost

(₹ In Lakhs)

Particular	As at March 31, 2024		As at March 31, 2023	
	Current	Non-Current	Current	Non-Current
Current maturities of Long Term Debt (Refer Note 17)	543.91	0.00	514.70	0.00
Working Capital Loan- CC from bank of India	0.00	0.00	159.06	0.00
Working Capital FCNB- CC from SBI	553.48	0.00	0.00	0.00
Working Capital Loan- CC from SBI	30.29	0.00	0.00	0.00
SBI OD Against FDR	0.01	0.00	0.00	0.00
Lease Obligation	51.75	108.16	46.50	159.91
Total	1179.44	108.16	720.26	159.91

NOTE "18.1"

Bank of India :

"Cash Credit from Bank of India is sanctioned for ₹ 250 Lakhs and is secured by hypothecation of all book debts and other chargeable assets (wherever situated) of the company and with a collateral security of Leasehold land & Building at Vadodara. The said cash credit is also personally guaranteed by the directors Mr. Sunil Kumar Choksi, Mrs. Stela Choksi & Mr. Vyangesh Choksi. During the year, the said CC Limit has been taken over by SBI.

State Bank of India :

"Cash Credit from State Bank of India is sanctioned for ₹ 590 Lakhs and is secured by hypothecation of all book debts and other chargeable assets (wherever situated) of the company and with a collateral security of Equitable Mortgage of Commercial office situated at D- 4145, Obeoroi Garden Estate, Chandivali Farm Road, Off Western Express Highway, Goregoan (East), Mumbai, 400072, in the name of Choksi Laboratories Limited. Commercial Land and Building (Laboratory) bearing Survey Number : S.No. 166, situated at Plot No C-18 and C 20, Phase 1A, Verna Industrial Estate, Goa , admeasuring total area of 2188 Sq. Mtrs in the name of Choksi Laboratories Ltd. Land situated at survey no 4/2 Village Kumedi, Tehsil Sanwer, District Indore in the name of Choksi Laboratories Ltd. Commercial Land and Building (Laboratory) bearing Survey Number : 829, situated at Plot No . 829 GIDC, Makarpura, Vadodara Gujarat admeasuring total area of 8665 Sq. Ft in the name of Choksi Laboratories Ltd. The said cash credit is also personally guaranteed by the directors Mr. Sunil Kumar Choksi, Mrs. Stela Choksi & Mr. Vyangesh Choksi."

There are no defaults as on the Balance Sheet date in repayment of the above loans and interest thereon. The company was not declared willful defaulter by any Bank.

NOTE "19"

Long Term Provisions

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for Employee Benefit		
Provision for Gratuity	181.60	152.86
Total	181.60	152.86

NOTE "20"

Trade Payables

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Micro & Small Enterprises	50.52	9.64
Others (Other than MSE)	342.58	170.31
Total	393.10	179.95

NOTE "20.1"

Trade Payable Ageing Schedule as at 31.03.2024

(₹ In Lakhs)

Particular	Outstanding for following periods from due date of payment				Total
	< 1 Year	1- 2 years	2- 3 years	> 3 Years	
Undisputed					
MSE	50.52	0.00	0.00	0.00	50.52
Other than MSE	330.51	12.07	0.00	0.00	342.58
Disputed					
MSE	0.00	0.00	0.00	0.00	0.00
Other than MSE	0.00	0.00	0.00	0.00	0.00
Total	381.03	12.07	0.00	0.00	393.10

Trade Payable Ageing Schedule as at 31.03.2023

(₹ In Lakhs)

Particular	Outstanding for following periods from due date of payment				Total
	< 1 Year	1- 2 years	2- 3 years	> 3 Years	
Undisputed					
MSE	9.64	0.00	0.00	0.00	9.64
Other than MSE	163.39	0.00	4.79	2.12	170.31
Disputed					
MSE	0.00	0.00	0.00	0.00	0.00
Other than MSE	0.00	0.00	0.00	0.00	0.00
Total	173.04	0.00	4.79	2.12	179.95

NOTE "20.2"

Trade Payable due to directors or other officer of the company or any of them either severally or jointly with any other persons or by firms or private companies in which any director is a partner or director or a member as on 31 st March 2024 ₹ NIL (31/03/2023 ₹ NIL)

NOTE "21"
Other Current Financial Liabilities

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest Accrued but Not Due on Borrowings	18.35	26.91
Employee Benefits Payable	192.58	217.23
Expenses Payable	24.20	20.50
Total	235.13	264.63

NOTE "22"
Other Current Liabilities

Particulars	As at March 31, 2024	As at March 31, 2023
Credit balances of staff	4.92	2.27
Credit balances of others	2.15	6.41
Advance payment from Customers	23.02	19.81
Statutory tax payables	46.90	57.97
Total	76.99	86.46

Note:- Out of the total amount representing the credit balances of debtors i.e. advance payment received from customer as at 31.03.2024, ₹ 5.78 Lacs (P.Y. ₹ 7.20 Lacs) represents the balance which is due for more than 180 days and ₹ 17.24 Lacs (P.Y. ₹ 12.61 Lacs) represents balance which is due for less than 180 days.

NOTE "23"
Short Term Provisions

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
PROVISIONS - CURRENT		
Others	0.00	0.12
Provision for Gratuity	0.11	0.00
Total	0.11	0.12

NOTE "24"
Supply of Services

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Rendering of services	3669.51	3444.05
Total	3669.51	3444.05

NOTE "25"
Other Income

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Interest Received	1.40	2.43
Interest on Income Tax Refund	14.77	16.90
Interest income from financial assets (mandatorily measured at fair value through profit or loss)	0.24	0.41
Forex Gain	0.00	1.96
Total	16.41	21.70

NOTE "26"
Cost of Material Consumed

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Raw materials & stores & spares at the beginning of the year	20.90	25.04
Add: Purchases	271.41	217.09
Less: Raw materials & stores & spares at the end of the year	36.37	20.90
Total	255.94	221.24

NOTE "27"
Employee Benefit Expense

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Salaries and Wages	1121.48	1046.41
Bonus & Exgratia to employees	49.99	32.35
Administration charges to LIC for Group Gratuity scheme	1.50	1.42
Directors Remuneration	151.75	138.00
Staff welfare expenses	20.48	17.01
Contribution to Provident Fund and Other Funds	78.41	73.64
Gratuity	31.27	29.41
Total	1454.88	1338.22

NOTE "27.1"
Contribution to Provident Fund and Other Funds

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Employer's Contribution to Provident Fund	67.05	63.15
Employer's Contribution to ESIC	8.82	9.07
Employer's Contribution to employee deposit linked insurance scheme	2.26	1.10
Employer's Contribution to Labour Welfare	0.28	0.32
Total	78.41	73.64

NOTE "27.2"

For disclosures regarding IND AS 19 "Employee Benefits" in respect a defined benefit plan, refer to Note 33.

NOTE "28"

Finance Costs

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Interest on Term Loans & Working Capital Loans	293.33	334.19
"Interest and finance charges on financial liabilities"	13.37	16.24
Total	306.70	350.43
Less: Amount capitalised	6.16	1.20
Finance costs expensed in profit or loss	300.53	349.23

NOTE "29"

Other Expenses

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Laboratory Expenses	116.46	116.93
Power & Fuel Charges	83.80	82.86
Insurance: Instruments & Building	3.09	3.06
Freight / Transportation Charges	1.40	1.02
Testing Charges	27.01	33.40
Inspection & Regulatory Charges	6.01	8.05
Training & Certification Charges	0.62	3.18
Repair & Maintenance – Instruments	196.48	153.88
Repair & Maintenance – Building	7.95	4.77
Bad Debts Written Off	15.17	18.61
Bank Charges	5.43	2.35
Books & Periodicals	2.25	1.64
Business Promotion & Advertisement Expenses	9.85	11.49
Commission & Brokerages	12.09	19.21
Computer Expenses	37.05	27.24
Directors' Sitting Fees	0.60	0.36
Discount Allowed	0.07	0.20
Donation	0.60	0.81
Insurance on Others	1.46	2.64
Insurance on Vehicle	3.42	3.32
Interest on late payment of statutory dues	0.08	0.11
Interest to MSME	0.11	0.06
Legal Expenses	3.87	2.65
Listing Fees	3.25	3.00
Loss on Foreign Exchange	0.18	0.00
Loss on Sale of Fixed Assets	0.48	0.05
Membership Fees & Subscriptions	2.59	1.04
Office Maintenance Expenses	50.81	46.18
Payments to auditors	3.75	3.50
Penalty Charges	0.00	0.16
Postage & Courier Charges	12.08	9.69
Printing & Stationery Expenses	47.86	40.39
Professional Charges	66.43	62.42
Provision for Doubtful Debts	7.17	18.43
Placement Charges	0.04	0.00
Rates & Taxes	6.07	9.16
Registration / Filing / Licence Renewal Fees	6.04	9.62
Rent Charges	50.30	41.79
Repair & Maintenance Charges	29.50	21.80
Telephone, Internet & Mobile Expenses	10.46	11.62
Travelling Expenses	77.04	52.27
Vehicle Running & Maintenance	27.98	31.82
Total	936.90	860.73

NOTE "29.1"
Payment to Auditors

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Statutory Audit Fees	2.00	2.00
Quarterly Review Expenses	0.75	0.75
Tax Audit fees	1.00	0.75

NOTE "30"
Exceptional Items

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Profit on Sale of Land	0.00	282.54
Fixed Assets Discarded	0.00	(56.96)
Total	0.00	225.58

The exceptional item represents the amount of profit of ₹ NIL (P.Y. ₹ 282.54) towards Sale of Manoramaganj Land being registered office of the company change from Manoramaganj, Indore to Kumedi, Indore. The Income for the same has been attributed in exceptional item. Fixed Assets Discarded includes amount of Loss of ₹ NIL (P.Y. ₹ 50.86) towards Building at Manoramaganj, Indore & ₹ NIL (P.Y. ₹ 2.38) towards Electrical Installation at Manoramaganj, Indore and ₹ NIL (P.Y. ₹ 3.72) towards Furniture & Fixtures at Manoramaganj, Indore dismantled and vacated for sale.

NOTE "31"
Tax Expenses

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Income tax recognised in Statement of Profit and Loss		
Current tax on profits for the year	27.64	62.17
Mat Credit Entitlement	(27.64)	(62.80)
Income Tax Earlier Year	6.43	0.63
Total Current Tax	6.43	0.00
Deferred tax (Net DTA)	(48.91)	(51.14)
Deferred tax on other comprehensive income (DTL)	0.27	(0.11)
Total deferred tax expenses recognised in the current year	(48.64)	(51.26)

NOTE "31.1"

The above figure of total deferred tax expenses recognised in the current year is net off of deferred tax on other comprehensive Income i.e., ₹ 0.27 Lakhs [P.Y. ₹ (0.11)Lakhs], thus deferred tax expense is ₹ 48.64 Lakhs, previous year ₹ 51.26 Lakhs.

NOTE "32"
Earnings Per Equity Share of face value ₹ 10/- each

(₹ In Lakhs)

Particulars	For the year 2023-24	For the year 2022-23
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders	110.98	321.00
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	69.65	69.65
Weighted Average Potential Equity Shares	-	-
Total Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	69.65	69.65
Basic Earnings per Share (In ₹)	1.59	4.61
Diluted Earnings per Share (In ₹)	1.59	4.61
Face Value per Equity Share (In ₹)	10	10

33. **Defined Benefit Plan**

Gratuity is classified as Defined Benefit Plan as company's obligation is to provide agreed benefits, subject to minimum benefits as subscribed by the Payment of Gratuity Act to Plan members. The Company's net obligation is arrived by deducting Fair Value of Plan Assets from the Present value of Defined Benefit obligation as on the date of valuation. Present Value of Defined Benefit Obligation is calculated by projecting the benefit till the time of retirement of each active member using assumed salary escalation rate, mortality & employee turnover rates. The expected benefit payments are then discounted back from the future payment date to the date of valuation using assumed discounting rate.

The Company pays gratuity to the employees whoever has completed 4 years and 240 days of service with the Company at the time of resignation/retirement/superannuation. The gratuity is paid @15 days Plan Salary for every completed year of service (6 months and above shall be considered as 1 year) as per the Payment of Gratuity Act 1972. Maximum Ceiling is ₹ 20 Lakhs. The Scheme is funded through approved gratuity fund of LIC formed exclusively for gratuity payment to the employees.

As per IND AS 19 "Employee benefits", the detailed disclosures as per the Actuarial Valuation Report dated 25/04/2024 are given below:

Ind AS 19 Disclosures

Background

Gratuity is classified as Defined Benefit plan as enterprise's obligation is to provide agreed benefits, subject to minimum benefits as subscribed by the Payment of Gratuity Act, to plan members. Actuarial & Investment risks are borne by the enterprise.

The Net Defined Benefit Liability/ (Asset) is the Net (Surplus) / Deficit in the plan netted off by effect of Asset Celling, if any. It is arrived by deducting Fair Value of Plan Assets from the Defined Benefit Obligation as on the date of valuation.

As required under Para 67 of Ind AS 19 actuarial valuation is done using Projected Unit Credit Method. Under this method, only benefits accrued till the date of valuation (i.e. based on service up to date of valuation) are to be considered for valuation. Present value of Defined Benefit Obligation is calculated by projecting salaries, exits due to death, resignation and other decrements, if any, and projects the benefit till the time of retirement of each active member using assumed rates of salary escalation, mortality & employee turnover rates. The expected benefit payments are then discounted back from the future date of payment to the date of valuation using the assumed discount rate.

'Service Cost' is calculated separately in respect of benefit accrued during the current period using the same method as described above. However, instead of all accrued benefits, benefit accrued over the current reporting period is considered.

Recognition of Actuarial Gains/Losses

All the re-measurements, comprising of actuarial gains/losses on DBO & Fair value of assets, arising during the reporting period have been recognized in full through outside of Profit & Loss account through Other Comprehensive Income.

Discount Rate

Discount Rate for this valuation is based on Government bonds having similar term to duration of liabilities. Due to lack of a deep & secondary bond market in India, government bond yields are used to arrive at the discount rate.

Risk Posed by the Plan

Gratuity is a multiple of last drawn salary paid at the time of retirement/resignation/death. The actuarial risk i.e. unusual (typically high) salary growth or turnover rate can increase the cost of providing the benefit. It can also alter timing of cash flows. This risk is borne by the employer. Gratuity is paid as lump sum and hence there is no longevity risk involved.

Asset Information

The scheme is funded through an 'Approved Trust'. The Trust has taken a Policy from the Life Insurance Corporation of India (LIC) and the management of the fund is undertaken by the LIC. There has been a fund size of ₹ 45.38 Lakhs (Previous year ₹ 49.54 Lakhs) as of the valuation date.

Funding Requirements

Currently there are no minimum funding requirements in India. The investments made by the trust are regulated by the Income Tax Act. The enterprise and the trustees should ensure compliance with the provisions of the said act.

Special Events

No consideration about any benefit improvements, curtailments & settlements during the inter-valuation period.

Ind AS 19 Disclosures

(All Amount in ₹ Lakhs)

Amount Recognized in Statement of Financial Position at Period-End	31-Mar-24	31-Mar-23
Present Value of Funded Defined Benefit Obligation	227.08	202.40
Fair value of Plan Assets	45.38	49.54
	181.70	152.86
Present Value of Unfunded Defined Benefit Obligation	-	-
Unrecognised Asset due to the Asset Ceiling	-	-
Net Defined Benefit (Asset)/Liability Recognised in Statement of Financial Position	181.70	152.86

Net Defined Benefit Cost/(Income) included in Statement of Profit & Loss at Period-End	31-Mar-24	31-Mar-23
Service Cost	20.72	20.33
Net Interest Cost	10.55	9.07
Past Service Cost	-	-
Administration Expenses	-	-
(Gain)/Loss due to Settlements/Curtailments/Terminations/Divestitures	-	-
Total Defined Benefit Cost/(Income) included in Profit & Loss	31.27	29.41

Current / Non-Current Bifurcation	31-Mar-24	31-Mar-23
Current Benefit Obligation	45.49	36.25
Non - Current Benefit Obligation	181.59	166.15
(Asset)/Liability Recognised in the Balance Sheet	227.08	202.40

Actual Return on Plan Assets	31-Mar-24	31-Mar-23
Interest Income on Plan Assets	3.60	2.89
Remeasurements on Plan Assets	-	(0.22)
Actual Return on Plan Assets	3.60	2.67

Analysis of Amounts Recognized in Other Comprehensive (Income)/Loss at Period-End	31-Mar-24	31-Mar-23
Amount recognized in OCI, Beginning of Period	(35.49)	(35.04)
Remeasurements due to :		
Effect of Change in financial assumptions	1.49	(3.89)
Effect of Change in demographic assumptions	-	-
Effect of experience adjustments	(3.92)	3.23
(Gain)/Loss on Curtailments/Settlements	-	-
Return on plan assets (excluding interest)	-	0.22
Changes in asset ceiling	-	-
Total re-measurements recognized in OCI	(2.43)	(0.44)
Amount recognized in OCI, End of Period	(37.92)	(35.48)

Total Defined Benefit Cost/(Income) included in Profit & Loss and Other Comprehensive Income	31-Mar-24	31-Mar-23
Amount recognized in P&L, End of Period	31.27	29.41
Amount recognized in OCI, End of Period	(2.43)	(0.44)
Total Net Defined Benefit Cost/(Income) Recognized at Period-End	28.84	28.96

Change in the Unrecognised Asset due to the Asset Ceiling During the Period	31-Mar-24	31-Mar-23
Unrecognised Asset, Beginning of Period	-	-
Interest on Unrecognised Asset Recognised in P&L	-	-
Other changes in Unrecognised Asset due to the Asset Ceiling	-	-
Unrecognised Asset, End of Period	-	-

Change in Defined Benefit Obligation during the Period	31-Mar-24	31-Mar-23
Defined Benefit Obligation, Beginning of Period	202.40	181.38
Net Current Service Cost	20.72	20.33
Interest Cost on DBO	14.15	11.97
Actual Plan Participants' Contributions	-	-
Actuarial (Gains)/Losses	(2.43)	(0.67)
Changes in Foreign Currency Exchange Rates	-	-
Acquisition/Business Combination/Divestiture	-	-
Benefits Paid	(7.76)	(10.62)
Past Service Cost	-	-
Losses / (Gains) on Curtailments/Settlements	-	-
Defined Benefit Obligation, End of Period	227.08	202.40

Change in Fair value of Plan Assets during the Period	31-Mar-24	31-Mar-23
Fair value of Plan Assets, Beginning of Period	49.54	42.47
Interest Income Plan Assets	3.60	2.89
Actual Company Contributions	-	15.00
Actual Plan Participants' Contributions	-	-
Actual Taxes Paid	-	-
Actual Administration Expenses Paid	-	-
Changes in Foreign Currency Exchange Rates	-	-
Actuarial Gains/(Losses)	-	(0.22)
Benefits Paid	(7.76)	(10.61)
Acquisition/Business Combination/Divestiture	-	-
Assets extinguished on Settlements/Curtailments	-	-
Fair value of Plan Assets, End of Period	45.38	49.54

Reconciliation of Balance Sheet Amount	31-Mar-24	31-Mar-23
Balance Sheet (Asset)/Liability, Beginning of Period	152.86	138.91
True-up	-	-
Total Charge/(Credit) Recognised in Profit and Loss	31.27	29.41
Total Remeasurements Recognised in OC (Income)/Loss	(2.43)	(0.44)
Acquisitions/Business Combinations/Divestitures	-	-
Actual Employer Contribution	-	(15.01)
Other Events	-	-
Balance Sheet (Asset)/Liability, End of Period	181.70	152.86

Financial Assumptions Used to Determine the Defined Benefit Obligation	31-Mar-24	31-Mar-23
Discount Rate	7.09%	7.27%
Salary Escalation Rate	7.00%	7.00%

Financial Assumptions Used to Determine the Profit & Loss Charge	31-Mar-24	31-Mar-23
Discount Rate	7.09%	7.27%
Salary Escalation Rate	7.00%	7.00%
Expected Return on Plan Assets	7.27%	7.27%

Demographic Assumptions Used to Determine the Defined Benefit Obligation	31-Mar-24	31-Mar-23
Withdrawal Rate	20.00%	20.00%
Mortality Rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate
Retirement Age	70 years	70 years

Asset Category	31-Mar-24	31-Mar-24	31-Mar-24
	Quoted Value	Non-Quoted Value	Total
Government of India Securities (Central and State)	0.00%	0.00%	0.00%
High quality corporate bonds (including Public Sector Bonds)	0.00%	0.00%	0.00%
Equity shares of the Company	0.00%	0.00%	0.00%
Insurer Managed Funds & T-bills	0.00%	100.00%	100.00%
Cash (including Bank Balance, Special Deposit Scheme)	0.00%	0.00%	0.00%
Others	0.00%	0.00%	0.00%
Total	0.00%	100.00%	100.00%

The scheme is funded through an 'Approved Trust'. The Trust has taken a Policy from Life Insurance Corporation of India (LIC) and the management of the fund is undertaken by the LIC. There has been a fund size of ₹ 45.38 Lakhs (Previous year : ₹ 49.54 Lakhs) as of the valuation date.

Expected Cashflows for the Next Ten Years	31-Mar-24
Year – 2025	47.07
Year – 2026	52.22
Year – 2027	32.21
Year – 2028	28.02
Year - 2029	30.12
Year – 2030 to 2034	71.59

Defined Benefit Obligation by Participant Status	31-Mar-24
a. Actives	227.08
b. Vested Deferred	-
c. Retirees	-
Total Defined Benefit Obligation	227.08

Sensitivity Analysis	31-Mar-24
Defined Benefit Obligation - Discount Rate + 100 basis points	(8.01)
Defined Benefit Obligation - Discount Rate - 100 basis points	8.69
Defined Benefit Obligation - Salary Escalation Rate + 100 basis points	7.88
Defined Benefit Obligation - Salary Escalation Rate - 100 basis points	(7.49)

34. **Related Party Disclosures**

I. Names of Related Parties and Related Party Relationship

a. Key managerial personnel:

Sr. No.	Name of the Party	Relation with the Company
1	Mr. Sunil Kumar Choksi	Managing Director & CEO
2	Mr. Vyangesh Choksi	Whole Time Director & CFO
3	Mrs.Stela Choksi	Whole Time Director
4	Ms.Himika Choksi	Whole Time Director
5	Mr. Sudarshan Shastri	Independent Director (upto31.03.2024)
6	Mr. Nanoo Krishna Mani	Independent Director (up to 08.01.2024)
7	Mrs.Meenaxi Patidar	Independent Director (w. e. f. 05.07.2023)
8	Mr. Ratnesh Sadoriya	Independent Director (up to 30.05.2023)
9	Mrs.Prachi Mantri	Independent Director (w.e.f. 03.02.2024)
10	Mr. Raghendra Singh	Independent Director
11	Mr. Yash Gupta	Company Secretary (upto 05.07.2023)
12	Mr. Prakhar Dubey	Company Secretary (w.e.f. 05.07.2023)

Details of changes in the position of Director and KMP after the completion of Financial Year 2023-24

1	Mrs. Abha Shastri	Independent Director (w.e.f 01.04.2024)
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Companies with common management

- i. Choksi Holding Company Private Limited

II. Transactions with the Related parties

(₹ in Lakhs)

Sr. No.	Name of party	Relation	Nature of Transaction	Amount as at 31.03.2024	Amount as at 31.03.2023
1	Sunil Kumar Choksi	Managing Director	Director Remuneration	46.13	42.00
2	Stela Choksi	Whole Time Director	Director Remuneration	34.13	30.00
3	Vyangesh Choksi	Whole Time Director	Director Remuneration	33.00	33.00
4	Himika Choksi	Whole Time Director	Director Remuneration	38.50	33.00
5	Sudarshan Shastri	Independent Director	Director Sitting Fees	0.20	0.18
6	N K Mani	Independent Director	Director Sitting Fees	0.16	0.18
7	Meenaxi Patidar	Independent Director	Director Sitting Fees	0.12	0.00
8	Raghendra Singh	Independent Director	Director Sitting Fees	0.12	0.00
9	Khyati Choksi	Director's Wife	Salary	0.00	2.36
10	Yash Gupta	Company Secretary	Salary	1.25	4.34
11	Prakhar Dubey	Company Secretary	Salary	3.19	0.00
12	Stela Choksi	Whole Time Director	Rent	25.10	19.66
13	Himika Choksi	Whole Time Director	Rent	16.80	16.66
14	Sunil Kumar Choksi	Managing Director	Loan taken	0.00	29.00
15	Vyangesh Choksi	Whole Time Director	Loan taken	3.00	0.00
16	Stela Choksi	Whole Time Director	Loan taken	2.00	0.00
17	Sunil Kumar Choksi	Managing Director	Loan Repaid	0.00	113.75
18	Vyangesh Choksi	Whole Time Director	Loan Repaid	3.00	0.00
19	Stela Choksi	Whole Time Director	Loan Repaid	2.00	14.00
20	Sunil Kumar Choksi	Managing Director	Sale of Property by Company	0.00	300.05

III. Outstanding balances with related parties

(₹ In Lakhs)

Sr. No.	Name of party	Relation	Nature of Outstanding Balance	Amount as at 31.03.2024	Amount as at 31.03.2023
1	Sunil Kumar Choksi	Managing Director	Remuneration Payable	53.08	79.84
2	Stela Choksi	Whole Time Director	Remuneration Payable	3.79	7.43
3	Himika Choksi	Whole Time Director	Remuneration Payable	4.25	8.10
4	Vyangesh Choksi	Whole Time Director	Remuneration Payable	0.02	0.00
5	Stela Choksi	Whole Time Director	Rent payable	1.96	1.26
6	Himika Choksi	Whole Time Director	Rent payable	1.26	1.26
7	Yash Gupta	Company Secretary	Salary Payable	0.00	0.34
8	PrakharDubey	Company Secretary	Salary Payable	0.36	0.00

*The remuneration to the key managerial personnel and their relatives does not include the provision made for gratuity and leave benefits, as they are determined on an actuarial basis for the Company as a whole.

35. Contingent Liabilities and Commitments

(₹ in Lakhs)

Sr.No.	Particulars	As At 31st March 2024	As At 31st March 2023
1	Contingent Liabilities		
a)	Claim against the Company not acknowledged as Debt (Amount Payable to Statutory Authority)		
i)	Amount outstanding payable to Income Tax Department not provided due to appeal pending before CIT(A)	25.54	25.54
ii)	Litigation case pending before Labour Welfare Court	1.24	1.24
iii)	TDS Demand AY 2014-15 pending before CIT (A)	1.08	1.08
b)	Guarantee		
i)	Guarantee issued by the Bank extended to Third Party and other Guarantee	13.00	23.58
ii)	Statutory Letter of Credit issued	NIL	NIL
c)	Other Money for which the Company is Contingent Liab		
i)	Liability in respect of Bills Discounted with Bank (Including Third Party Bills Discounted)	NIL	NIL
ii)	VAT, Excise, GST Appeal matters	NIL	NIL
2	Commitments		
a)	Estimated Amount of Contracts remaining to be Executed on Capital Account and not provided (net of advances)	19.01	40.00
b)	Other Commitment	NIL	NIL

36. Financial Instruments

a. Capital management

The Company's objectives when managing capital is to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and to maintain financial strength.

For the purpose of Company's capital management, Capital includes Issued Equity share capital and other equity. Gearing Ratio is ratio of Net debts (total borrowings (long term as well as short term) (net of cash & cash equivalents) divided by total equity capital. Accordingly, the Company has calculated gearing ratio which is as follows:

Particulars	March 31, 2024 (₹ In lakhs)	March 31, 2023 (₹ In lakhs)
Net debt	3087.26	3241.63
Total Equity	2221.05	2110.84
Gearing Ratio	1.39	1.54

b. Financial risk management objective and policies:

This section gives an overview of the significance of financial instruments for the Company and provides additional information on the balance sheet. Details of material accounting policies & other accounting policies including the criteria for recognition, the basis of measurement and the basis on which income and expenses are recognized, in respect of each class of financial asset and financial liability are disclosed in Note No. 1

Financial assets and liabilities: The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

As at 31st March, 2024

(₹ In Lakhs)

Financial Asset	FVTPL	FVTOCI	Amortized Cost	Total	Carrying Value
Trade Receivable	NIL	NIL	1039.32	1039.32	1039.32
Cash & Cash Equivalent	NIL	NIL	65.69	65.69	65.69
Other Financial Assets	NIL	7.69	96.01	103.70	103.70
Financial Liabilities	FVTPL	FVTOCI	Amortized Cost	Total	Carrying Value
Trade Payables	NIL	NIL	393.10	393.10	393.10
Borrowings	NIL	NIL	2927.35	2927.35	2927.35
Other Financial liabilities	NIL	NIL	235.13	235.13	235.13

As at 31st March, 2023

(₹ In Lakhs)

Financial Asset	FVTPL	FVTOCI	Amortized Cost	Total	Carrying Value
Trade Receivable	NIL	NIL	1065.42	1065.42	1065.42
Cash & Cash Equivalent	NIL	NIL	33.75	33.75	33.75
Other Financial Assets	NIL	NIL	78.63	78.63	78.63
Financial Liabilities	FVTPL	FVTOCI	Amortized Cost	Total	Carrying Value
Trade Payables	NIL	NIL	179.95	179.95	179.95
Borrowings	NIL	NIL	3035.22	3035.22	3035.22
Other Financial liabilities	NIL	NIL	264.63	264.63	264.63

c. Financial Risk Management:

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk.

The Company's risk management assessment and policies and processes are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same.

Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities for the year ended March 31, 2024.

Financial risk

The Company's Board of Directors approves financial risk policies comprising liquidity, foreign currency, interest rate and counter party credit risk. The Company does not engage in the speculative treasury activity but seeks to manage risk and optimize interest through proven financial instruments.

a. Credit risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to meet its contractual obligations causing financial loss to the company.

Credit risk arises mainly from the outstanding receivables from customers.

Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of counterparty to which the Company grants credit terms in the normal course of business.

The Company has used expected credit loss (ECL) model for assessing the impairment loss.

For the purpose, the Company uses a provision matrix to compute the expected credit loss amount.

The provision matrix takes into account external and internal risk factors and historical data of credit losses from various customers.

(₹ In Lakhs)

Particulars	As at 31st March 2024	As at 31st March 2023
Financial assets for which loss allowances is measured using the expected credit Loss		
Trade Receivables		
Less than 180 days	922.74	870.14
180-365 days	52.24	88.21
Beyond 365 days	64.34	107.07
Total	1039.32	1065.42
Movement in the ECL allowance on Trade Receivables		
Balance at the beginning of the year	45.51	27.08
Addition	7.17	18.43
Balance at the end of the year	52.68	45.51
Trade receivables at the end of the year	1039.32	1065.42

Deposits are with government departments and with lessor so chances of default are very minimal.

For short-term loans and advances, counterparty limits are in place to limit the amount of credit exposure to any counterparty.

None of the Company's cash equivalents are past due or impaired.

b. Liquidity risk

Liquidity risk arises from the Company's inability to meet its financial obligation as it becomes due.

The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The table below provides details regarding the contractual maturities of significant financial liabilities :

As at 31st March 2024

(₹ In Lakhs)

Particulars	Less than 1 year	1-3 years	More than 3 years	As at 31st March, 2024
Borrowings	1127.69	1110.67	688.99	2927.35
Trade payables	393.10	0.00	0.00	393.10
Other Financial Liabilities	51.75	68.31	39.85	159.91
Total	1560.47	1191.05	728.84	3480.36

As at 31st March 2023

(₹ In Lakhs)

Particulars	Less than 1 year	1-3 years	More than 3 years	As at 31st March, 2023
Borrowings	673.76	1061.21	1300.25	3035.22
Trade payables	179.95	0.00	0.00	179.95
Other Financial Liabilities	46.50	87.01	72.90	206.41
Total	900.21	1148.22	1373.15	3421.58

c. Market Risk

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from adverse changes in market rates and prices (such as interest rates and foreign currency exchange rates) or in the price of market risk-sensitive instruments as a result of such adverse changes in market rates and prices.

Market risk is attributable to all market risk-sensitive financial instruments, all foreign currency receivables and payables and all short term and long term debt.

The Company is exposed to market risk primarily related to foreign exchange rate risk.

Thus, the Company's exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currencies.

d. Foreign Currency Risk

The Company's foreign exchange risk arises from its foreign operations, foreign currency revenues and expenses, (primarily in US Dollars). As a result, if the value of the Indian rupee appreciates relative to these foreign currencies, the Company's revenues and expenses measured in Indian rupees may decrease or increase and vice-versa. The exchange rate between the Indian rupee and these foreign currencies have changed substantially in recent periods and may continue to fluctuate substantially in the future.

- i. Significant foreign currency risk exposure in US Dollars relating to trade receivables, other receivables, cash and cash equivalents and trade payables:

(₹ In Lakhs)

Particulars	As at 31.03.2024	As at 31.03.2023
Trade receivables	22.80	41.73
Advance from Customers	0.89	4.43
Trade Payables	Nil	Nil

ii. Sensitivity: since there is not much exposure of foreign currency risk in above , it will not impact much on the financial position of the company.

iii. Significant foreign currency risk exposure in US Dollars relating to borrowings

(₹ In Lakhs)

Particulars	As at March 31, 2024	As at March 31, 2023
Borrowings in FCNB Term Loans & CC Limit	2382.98	NIL

Hedge Accounting:

The Company avails Foreign Currency Loans from State Bank of India to reduce the interest cost.

The Company duly takes forward cover to hedge against the foreign currency risks.

The premium paid for the hedging is charged to the Statement of Profit and Loss.

e. Interest rate Risk:

The Company has loan facilities on floating interest rate, which exposes the Company to risk of changes in interest rates.

The Company's Finance Department monitors the interest rate movement and manages the interest rate risk by evaluating interest rate swaps etc. based on the market / risk perception.

(₹ In Lakhs)

Particular	31st March 2024	31st March 2023
Borrowings (Non Current)	1799.66	2361.46
Borrowings (Current)	1127.69	673.76
Total	2927.35	3035.22

For the year ended March 31, 2024 and March 31, 2023, every 1% increase in interest rate for the above mentioned financial liabilities would decrease the Company's profit & equity by approximately ₹ 29.27 Lakhs and decrease the Company's profit & equity by approximately ₹ 30.35 Lakhs respectively.

Every 1% decrease in interest rate would lead to an equal but opposite effect.

37. Leases

The Company has adopted Ind AS 116 "Leases" to its leases due to which rental expense is being replaced by depreciation charge on right-of-use asset amounting to ₹ 45.18 Lakhs which is included under depreciation and amortization expense in statement of profit and loss and finance cost on lease liability amounting to ₹13.37 Lakhs. The Company recognizes a lease liability measured at the present value of the remaining lease payments. The right-of-use assets are recognized at cost, which comprises the amount of the measurement of the lease liability adjusted for any lease payments made on or before the inception date of the lease. Accordingly, a right-of-use asset ₹122.43Lakhs (previous year ₹ 167.61 Lakhs)and a corresponding lease liability of ₹159.91Lakhs (previous year ₹206.41 Lakhs) has been recognized.

Payment recognized as an expense:

(₹ In Lakhs)

Sr. No.	Particular	31st March 2024	31st March 2023
1	Short Term Lease	50.30	41.79

Details of Lease Liabilities:

Movement in the Lease Liabilities during the year 31.03.2024

(₹ In Lakhs)

Particulars	31st March 2024	31st March 2023
Balance as at 1 April	206.41	252.95
Additions	NIL	NIL
Payment/adjustment of lease liabilities	(46.50)	(46.54)
De-recognition of lease liability	NIL	NIL
Balance as at 31 March	159.91	206.41
Current	51.75	46.50
Non-current	108.16	159.91
Finance cost accrued during the period	13.37	16.24

Details of Right to Use Assets:

Movement in the Right to Use Asset during the year

(₹ In Lakhs)

Particulars	31st March 2024	31st March 2023
Balance as at 1 April	167.61	216.61
Additions during the year	NIL	NIL
Deletions during the year	NIL	NIL
Amortization during the year	(45.18)	(49.00)
Balance as at 31 March	122.43	167.61

Disclosure of Future Minimum Lease payments on Undiscounted basis

(₹ In Lakhs)

Particulars	31st March 2024	31st March 2023
Less than One Year	56.52	54.71
One year to Five Years	110.28	158.42
More than Five years	5.29	11.38
TOTAL	172.09	224.51

38. Segmental Reporting:

The company is engaged in the sole segment of Analysis and Testing. Therefore, no separate segments within the Company as defined by Ind AS-108 (Operating Segments) which needs to be reported separately.

39. Borrowing cost:

During the year, Borrowing Costs amounting of ₹ 6.16 Lakhs has been Capitalized to Capital WIP (Previous year ₹ 1.20 Lakhs)

40. Indications of impairment: In the opinion of Management, there are no indications, internal or external which could have the effect of impairing the value of assets to any material extent as at the balance sheet date requiring recognition in terms of Ind AS 36.
41. The Company has no subsidiary, associate or joint venture. Hence requirement of Consolidated Financial Statement is not applicable to the Company.
42. In the opinion of the Board, Current Assets, Loans & Advances are approximately of the value stated, if realized in the ordinary course of business. The provision for Depreciation and all known liability are adequate. There is no Contingent liability other than stated.
43. Tax Provisions as at 31.03.2024 and 31.03.2023 are as under:

(₹ In Lakhs)

Particular	As at 31.03.2024	As at 31.03.2023
Current Tax (under MAT Provisions)	27.64	62.17
Deferred Tax Liability/(Asset)	48.64	51.25
Income Tax earlier years	6.43	0.63

44. Details of Dues to Micro and Small Enterprises As Defined Under The Micro, Small And Medium Enterprises Development Act, 2006:

Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSME Act) is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the company.

(₹ In Lakhs)

S.No.	Particulars	31.03.2024	31.03.2023
1.	The principle amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year Principle amount due to micro and small enterprises Interest due on above	50.41 0.11	9.58 0.06
2.	The amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act 2006, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
3.	The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprises Development Act 2006.	-	-
4.	The amount of interest accrued and remaining unpaid at the end of each accounting year.	0.11	0.06
5.	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of Micro, Small and Medium Enterprises Development Act 2006.	-	-

45. Disclosure as per IND AS-113, "Fair value measurement",

All financial instruments are initially recognized and subsequently re-measured at fair value as described below:

Financial Value measurement hierarchy:

Particulars	Amount as at 31.03.2024 (₹ In Lakhs)	Amount as at 31.03.2023 (₹ In Lakhs)
Financial Assets (At Amortized Cost)		
Trade Receivables	1039.32	1065.42
Cash and Cash Equivalents	65.69	33.75
Loans	-	-
Other Financial Assets (At FVTPL)	96.01	78.63
Investments (At FVTOCI)	-	-
Investments	-	-
Derivatives Forward	7.69	-
Financial Liabilities (At Amortized Cost)		
Borrowings	2927.35	3035.22
Trade Payables	393.10	179.95
Other Financial Liabilities	235.13	264.63

The carrying amount of Short term borrowing, Trade payables, Trade Receivables, Cash & cash equivalents and other financial assets and liabilities are considered to be recorded at their fair value due to their short term nature. There are no transfer between Level 1, Level 2 & Level 3 during the year ended 31.03.2024.

46. Other disclosures to Statement of Profit & Loss:-
(₹ In Lakhs)

S.No.	Particulars	2023-24	2022-23
1.	Value of Imports on CIF basis in respect of :		
	• Capital Goods	-	6.79
	• Spare Parts/ Books & periodicals	1.08	-
2.	Payment to Auditors as :		
	• Statutory Audit Fees	2.00	2.00
	• Quarterly review expenses	0.75	0.75
	• Tax Audit Fees	1.00	0.75
3.	Expenditure in Foreign Currency:		
	• Registration Fees	-	0.81
	• Travelling Expenses	10.98	-
	• Interest on Foreign Currency Loans	99.48	-
4.	Earnings in Foreign Exchange :		
	• FOB value of Exports	76.76	121.58

47. Corporate Social Responsibility:

As per Section 135 of the Companies Act, 2013, the Company is not liable to spend the specified amount on CSR activities as per the norms. Hence, no separate reporting is required for the same.

48. The company has not traded or invested in crypto currency or virtual currency during the financial year 2023-24.
49. Relationship with struck off Companies :
- There are no transactions during the year with struck off Companies as at 31st March, 2024.
50. 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
51. During the year, no proceedings have been initiated or pending against the company for holding any Benami Property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under.
52. The Company has raised working capital funds during the year and the same has been applied for the working capital requirements of the company. Further, the quarterly statements of debtors filed by the company with the banks are in agreement with the books of accounts of the company.
53. The Company is not declared a wilful defaulter by any Bank or Financial Institution or any other lender.
54. No charges or satisfaction are pending for registration with the Registrar of companies (ROC) except the following:
- Force Traveller Loan from HDFC Bank : Charge for ₹ 18.50 Lakhs not yet created from 23-1-2024.
55. The Company has no long-term contracts including derivative contracts having material foreseeable losses as at 31st March, 2024.
56. The Company has not granted any loans or advances in the nature of loans to promoters, directors and KMP's ,either severally or jointly with any other person.
57. During the year, no scheme of Arrangement has been formulated by the Company/ pending with competent authority.
58. The Company has no subsidiary. The Company is in compliance with the number of layers as prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on Number of Layers) Rules, 2017.
59. During the year the company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person or entity including foreign entities (intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall (i) directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of company (ultimate beneficiaries) or (ii) provide any guarantee, security or the like to or behalf of the ultimate beneficiaries. The company has not given guarantee or provided security.
60. The Company has not received any fund from any person(s) or entity(ies) including foreign entities (funding party) with the understanding (whether recorded in writing or otherwise) that the Company shall (i) directly or indirectly lend or invest in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the (ultimate beneficiaries) or (iii) provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
61. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company w.e.f. April 1, 2023. Accordingly, the Company have used an accounting software for maintaining its books of accounts 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.
62. The company has not made any investment whether current or non-current in nature.

63. Ratio Analysis :

S.No.	Nature of Ratio	Numerator/ Denominator	Current Year	Previous Year	Percentage change
1.	Current Ratio	Total Current Assets / Total Current Liabilities	0.77 times	1.11 times	(30.64%)
2.	Debt-Equity Ratio	Total Debt including lease / Total Equity	1.39 times	1.54 times	(9.49%)
3.	Debt Service Coverage Ratio	Earning for Debt / Debt Services	1.14 times	1.29 times	(11.46%)
4.	Return on Equity Ratio	Net Earnings / Average Total Equity	5.12%	16.46%	(68.87%)
5.	Trade Receivables Turnover Ratio	Turnover / Average Trade Receivable	3.49 times	3.29 times	6.03%
6.	Trade Payables Turnover Ratio	Cost of material + other expenses / Average Trade Payable	4.16 times	3.72 times	11.88%
7.	Net Capital Turnover Ratio	Turnover / Average working Capital	(8.58) times	24.06 times	(135.64%)
8.	Net Profit Ratio	Net Profit / Turnover	3.02%	9.32%	(67.55%)
9.	Return on Capital Employed	Earnings before Interest and Tax / Capital Employed	21.02%	34.17%	(38.49%)

Response to percentage change more than 25%

- For S.No.1, a major portion of the long term borrowings from bank have been repaid and converted into short term borrowings afresh and moreover the trade payables have also been significantly increased as compared to previous year, which have resulted in the decrease in Current ratio.
 - For S.No. 4, The profitability of the Company is normal but when compared to previous year , there were exceptional items of income to the tune of ₹225.58 Lakhs and therefore with that comparison the Return on equity ratio has been declined.
 - For S.No. 7, The turnover of the Company has been increased during the year as compared to previous year , however the Current ratio has been declined which has resulted in the change for this ratio.
 - For S.No. 8, The net profit of the Company is normal but when compared to previous year , there were exceptional items of income to the tune of ₹225.58 Lakhs and therefore with that comparison the Net Profit ratio has been declined.
 - For S.No. 9, The return on capital employed has also been declined due to the reason that last year there were exceptional items of income to the tune of ₹225.58 Lakhs and therefore with that comparison the Net Profit ratio has been declined.
64. The previous year figures have been regrouped/ reclassified, wherever necessary to conform to current year presentation.
65. The figures have been rounded off to the nearest multiple of a rupee in Lakhs.

66. Approval of Financial Statements

The financial statements were approved for issue by the Board of Directors in their Board meeting held on 29 May, 2024.

As per report of even date

For Prateek Jain & Co.
Chartered Accountants
FRN: 009494C

For and on behalf of Board of Directors
Choksi Laboratories Limited
CIN: L85195MP1993PLC007471

(CA Prateek Jain)
Proprietor
M.No.:079214

Sunil Kumar Choksi
(Managing Director & CEO)
DIN-00155078

Mrs. Stela Choksi
(Whole Time Director)
DIN-00155043

Place: Indore
Date: 29/05/2024

Mr. Vyangesh Choksi
(Whole Time Director & CFO)
DIN-00154926

Prakhar Dubey
(Company Secretary)
M. No. 65011

