

BOARD'S REPORT

To
The Members
Harvatex Engineering & Processing Co Ltd

Your directors are please to present the 42nd Annual Report together with audited Financial Statement of the Company for the Financial Year ended on March 31, 2024.

1. FINANCIAL RESULTS

The summary of the financial performance of the Company for the financial year ended March 31, 2024 (compared to the previous year ended on March 31, 2023).

Particulars	Amount in ("thousand")	
	As on March 31, 2024	As on March 31, 2023
Income from operations & other income	7,886	6,690
Expenses	1,475	1,351
Profit/(Loss) - Before Extraordinary Items, Exceptional Items & Tax	6,411	5,339
Extra ordinary items	118	-
Profit/(Loss) before tax	6,293	5,339
Tax	1,584	1229
Profit/(Loss) after tax	4,709	4110
Earing per share	6.54	5.71

2. DIVIDEND

Your directors not recommend any dividend for the Financial Year 2023-24.

3. DEPOSITS

Your Company not invited, accepted any deposits from public during the financial year 2023-24. further your company has not accepted deposits from public falling within the ambit of section 73 of the Companies Act, 2013 and related rules made thereunder.

4. EXTRACT OF ANNUAL RETURN

The extract of the Annual return for the financial year ended March 31, 2024 as required under section 92(3) of Companies Act, 2013 and rules made there under in form **MGT-9** is annexed (Annexure -I) with this report.

5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING/OUTGO

Your Company is not engaged in any manufacturing activity. The disclosure of information relating to conservation of energy and technology required under section 134(1)(m) of Companies Act, 2013 is not applicable on company.

There is no foreign exchange earning/outgo in the company.



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6. COMPANY'S AFFAIRS

The Company continued to carry on the business of making investments in shares, securities and units of mutual funds and advancing monies to bodies corporate.

7. NBFC STATUS

The Company was registered as NBFC under section 45IA of the Reserve Bank of India Act, 1934 till October 31, 2022 and Certificate of Registration (COR) of the Company was cancelled by RBI, for not attaining the prescribed net owned fund of Rs. 2 crores as on March 31, 2017. The name of the company exists at serial no. 2057 in the list of Companies, whose CoR has been cancelled by RBI on October 31, 2019, however the Company has not received any formal communication from RBI with respect to cancellation of its CoR. The Company has not done any NBFC business after 31 October, 2022. However, the Company is in continues receipt of dividend/interest income from its past investment/loan.

8. SIGNIFICANT AND MATERIAL ORDERS PASSED BY REGULATORS/COURTS

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

9. MATERIAL CHANGES AND COMMITMENTS OR CHANGE IN NATURE OF BUSINESS

There are no significant material changes or commitments occurred during the reporting period which affects the financial position of the company. Company add business of consultancy in field of Finance, Management, Corporate compliance etc. in its Main Object Clause of Memorandum of Association.

10. SHARE CAPITAL

The Authorised Share Capital of the company is Rs. 1,00,00,000/- (10,00,000 equity shares of Rs. 10 each) and paid-up share capital is Rs. 72,00,000/-(7,20,000 equity shares of Rs. 10 each). There is no change in share capital of the company during the reporting financial year.

11. RESERVES

Keeping in view the business requirements, your directors recommend to not transfer any amount to the Reserves of the company.

12. LISTING/DELISTING OF EQUITY SHARES

During the Financial year, equity shares of the company were listed on the Calcutta Stock Exchange. The company had paid Listing Fees upto Financial Year 2024-25.

13. MANAGEMENT DISCUSSION AND ANALYSIS

In term of Regulation 34 of SEBI Listing Regulations 2015 read with other applicable provisions, the detailed review of the operation, performance and future outlook of the company and its business is given in Management Discussion and Analysis Report, which form part of this Annual Report. The Report on Management Discussion and Analysis is annexed (**Annexure-II**) with this report.



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14. CORPORATE GOVERNANCE

Pursuant to regulation 34 of SEBI Listing Regulations 2015 read with Schedule V of this Regulations, a compliance report on corporate Governance has been annexed (**Annexure-III**), as a part of this report.

15. VIGIL/WHISTLE BLOWER POLICY

As per provisions of sub section 9 & 10 of the section 177 of the Companies Act, 2013 read with Rule 7 of the Companies (Meeting of the Board and its Powers) Rules 2014, every listed company requires to formulate a "whistle Blower Policy". The company has documented the vigil/whistle blower policy to deal with instance of fraud and mismanagement, if any. The details of policy are explained in the Corporate Governance Report.

16. RISK MANAGEMENT

The Requirement of constituting Risk Committee is applicable on top 1000 Listed Companies as on March 31, 2023, accordingly your Company is not required to constitute Risk Management Committee; however, Company has voluntarily formed a risk management policy. The Company also identified the following as core risk area of the business of the Company Pursuant to Regulation-21 of the Listing Regulations 2015. The Key risks identified by the Company and its mitigation plans are as under-

Investment risks

The investment risk includes marketing risk, liquidity risk etc. and earning depend upon the market condition. To mitigate these risks, the company, invest in long term investment plan, mutual funds etc.

Interest rate risk

The company in business of providing loans to other companies, business institution. The interest rate risk is the risk where the change in interest in any way including change in market rate of interest rate might adversely affect the company. To mitigate this risk, company provide short term loans on fixed interest rate. And the risk is considered at the time of deciding the rate of interest offered to customers.

17. AUDITORS AND AUDIT REPORT

(i) Statutory Auditors

Your directors would like to inform you that at the 39th Annual General Meeting of the Company held on August 09, 2021, M/s Rakesh K Agarwal & Co (FRN: 033764N), Chartered Accountants were appointed as the auditors of the Company for a period of 5 years i.e. from the conclusion of 39th AGM to the conclusion of 44th AGM to do the Statutory Audit of the Company from Financial Year 2021-22 to financial year 2025-26.

Further the requirement of seeking ratification of appointment of Statutory Auditors at every Annual General Meeting under the provisions of Section 139 of the Companies Act, 2013, has been done away with by Companies (Amendment) Act, 2017 w.e.f. 07th May, 2018, accordingly ratification of appointment of Auditors is not being sought at ensuing Annual General Meeting (AGM).

(ii) Secretarial Auditor

Pursuant to section 204 of the Companies Act, 2013 and Rule 9 of the Companies (appointment and remuneration of Managerial Personnel) rules, 2015 the Board of



Directors in their Meeting held on May 26, 2023, has appointed M/s Avi Sangal & Associates, Company Secretaries in practice, Noida as Secretarial Auditor of the Company for the Financial Year ended on March 31, 2024. The Secretarial Audit Report as given by Secretarial Auditor of the Company is annexed with this Report as Annexure-IV.

(iii) Auditors' Report

There is no qualification, reservation, adverse remarks made by the Statutory Auditors and/or Secretarial Auditors, except one Qualification for non-appointment of Company Secretary by the Secretarial Auditor in their Report for the Financial Year ended March 31, 2024.

18. DIRECTORS AND KEY MANAGERIAL PERSONNEL

(i) Directors

Mr. Mohanan T, retire by rotation and being eligible offer herself for reappointment. The Board recommend for the appointment of Mr. Mohanan T at the ensuing Annual General Meeting.

There are no other changes in the Board of Directors during the Financial year 2023-24.

(ii) Board Evaluation

Pursuant to Companies Act, 2013 and Conditions under Listing Regulations 2015, The Board carried out an annual performance evaluation of its own, its directors individually and its committees and find it Satisfactory. The manner of evaluation has been explained in Corporate Governance Report.

(iii) Disclosure by Independent Directors

The disclosure by independent Directors received by the Company.

(iv) Numbers of Meeting of Board of Directors

The Board of Directors of your Company duly meets 4 times during the Financial Year 2023-24 as on May 26, 2023; August 10, 2022; November 11, 2023 and February 13, 2024. Details of Board meeting are also described in corporate governance Report.

(v) Particulars of employees and director

The Information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5 the Companies (Appointment & Remuneration of Managerial Personnel) Rules 2014 are as follows: -

- No Director or employee is in receipt of an income in excess of the limit prescribed under the Companies Act, 2013.
- There is no permanent employee except CFO & MD on the Role of the Company.
- There is no increment in salary of MD, CFO of the Company during the Financial Year.

As there is no big change in business & Income, salary of the KMPs, and no permanent employee in company, no further disclosure made by your Board in this report, however as per section 136, a shareholder can inspect the documents at registered office of the Company or get related details by making a request to company in writing.

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19. AUDIT COMMITTEE

Audit committee of the Board has been re-constituted as per requirement of section 177 of the Companies Act, 2013 and Rules 6 of the Companies (Meeting of the Board and its Powers) Rules 2014 and Regulation 18 of the Listing Regulations 2015.

The Details of Audit Committee is given in Corporate Governance Report.

20. NOMINATION AND REMUNERATION COMMITTEE

Nomination and Remuneration committee of the Board has been re-constituted as per requirement of section 178 of the Companies Act, 2013 and Rules 6 of the Companies (Meeting of the Board and its Powers) Rules 2014 and Regulation 18 of the Listing Regulations 2015. The Details of Nomination and Remuneration committee is given in Corporate Governance Report.

The Board had framed nomination and remuneration policy. Policy is stated in the Corporate Governance Report.

21. STAKEHOLDERS RELATIONSHIP COMMITTEE

The Stakeholders Relationship Committee has been constituted as per requirement of Section 178(5) of the Companies Act, 2013 read with Regulation 20 of the Listing Regulations 2015. The Details of Stakeholders Relationship Committee is given in Corporate Governance Report

22. RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

23. PARTICULAR OF LOANS/GUARANTEES AND INVESTMENTS

There are no loans given, guarantee given/security provided or investment made in violation of section 186 of the Companies Act, 2013 and rules made there under.

The Company is NBFC Company and Loan given/ investment made in ordinary course of business.

24. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

Company has adequate internal control system to ensure the safeguard of assets and to protect against any unauthorised use. Company appointed outside internal auditor to carry out concurrent internal audit and to maintain the objectivity, the audit function report to the Board of Directors of the Company.

25. SUBSIDIARY/JOINT VENTURE

There are no subsidiary/joint venture company.

26. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

- i) In the preparation of the annual accounts, the applicable accounting standards have been followed.
- ii) The directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv) The directors have prepared the annual accounts on a going concern basis.
- v) The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi) The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system was adequate and operating effectively.

27. CORPORATE SOCIAL RESPONSIBILITY

As per Section 135 of the Companies Act, 2013 and rules made there under, a Company having Net worth of five hundred crore or more or turnover of rupees one thousand crore or more or net profit of Rs. Five crore rupees or more during any financial year shall constitute a CSR Committee, in term of above said conditions, the provision of Section 135 of the Companies Act, 2013 is not applicable upon the Company.

28. BUSINESS RESPONSIBILITY REPORTING

As per Regulation 34(2)(f) of the Listing Regulations 2015(corresponding to Regulation 55 of Listing Agreement), listed companies shall submit, as a part of their Annual Reports, Business Responsibility Reports, this provision is applicable to top 500 companies (based on market capitalisation as on March 31, 2024), Hence this Clause is not applicable upon the Company.

29. ACKNOWLEDGEMENT

Your directors take this opportunity to thank the customers, shareholders, suppliers, bankers, business partners/associates, financial institutions and Central and State Governments for their consistent support and encouragement to the Company. We sure you will join your directors in conveying our sincere appreciation to all employees of the Company for their hard work and commitment.



Place: Noida
Date: May 18, 2024


Mohanan Thrayil
(Director)
DIN: 08310232

For and on Behalf of the Board of Directors of
Harvatex Engineering & Processing Co Ltd


K Swaminathan
(Director)
DIN: 08784845

Annexure-1 of Board 's Report

**Form No. MGT-9
EXTRACTS OF ANNUAL RETURN**

As on the financial year ended on 31/03/2023

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i)	CIN:	L28939WB1982PLC035023
ii)	Registration Date:	28-06-1982
iii)	Name of the Company:	Harvatex Engineering & Processing Co. Ltd.
iv)	Category/ Sub-Category of the Company:	Company Limited by Shares/ Indian Non-Government Company
v)	Address of the Registered office and contract details:	20/1, Maharshi Debendra Road 2nd Floor, Kolkata – 700007 Phone No. 0120-4939945 Email Id: investcos@yahoo.com , harvatex@yahoo.com
vi)	Whether listed Company - Yes/No	Yes The Calcutta Stock Exchange Limited

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated: -

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Investment	6430	100
2	Corporate Loan	6492	-

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

S. No.	Name and Address of The Company	CIN/GLN	Holding/ Subsidiary / Associate	% of shares held	Applicable Section
1	NIL	-	-	-	-

IV. SHARE HOLDING PATTERN

(Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters	-	-	-	-	-	-	-	-	-
(1) Indian	-	-	-	-	-	-	-	-	-
a) Individual/HUF	-	-	-	-	-	-	-	-	-



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b) Central Govt/State Government(s)	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	445,220	445,200	61.93	-	445,220	445,200	61.83	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)	-	445,220	445,200	61.83	-	445,200	445,200	61.83	-
2. Foreign									
a) NRIs Individuals	-	-	-	-	-	-	-	-	-
b) other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
Any Others (Specify)	-	-	-	-	-	-	-	-	-
Sub Total(A)(2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter and Promoter Group (A)= (A)(1)+(A)(2)	-	445,220	445,200	61.83	-	445,200	445,200	61.83	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	47,000	47,000	6.53	-	47,000	47,000	6.53	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-



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i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	142,910	142,910	19.86	-	142,910	142,910	19.86	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	84,890	84,890	11.78	-	84,890	84,890	11.78	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	274,800	274,800	38.17	-	274,800	274,800	38.17	-
Total Public Shareholding (B)=(B)(1) + (B)(2)	-	274,800	274,800	38.17	-	274,800	274,800	38.17	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	720,000	720,000	100	-	720,000	720,000	100	-

ii) Shareholding of Promoters:

S. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Sovereign Commercial Pvt Ltd.	95250	13.23		95250	13.23		-
2	Trishul Commercial Pvt Ltd	121150	16.83		121150	16.83		-
3	Mansarover Commercial Pvt. Ltd.	79450	11.03		79450	11.03		-
4	Pashupati Nath Commercial Pvt. Ltd.	100750	14.02		100750	14.02		-
5	Swastik Commercial Pvt. Ltd.	48,400	6.72		48,400	6.72		-
6	Lohnak International Pvt. Ltd	100	0		100	0		-



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7	Alankar Commercial Pvt. Ltd	100	0	100	0	-	-
	Total	445200	61.83	445200	61.83		-

iii) Change in Promoters' Shareholding (please specify, if there is no change):

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	445200	61.83	-	-
	NO CHANGE	-	-	-	-
	At the End of the Year	445200	61.83	-	-

iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

S. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-	-	-	-
	NO CHANGE	-	-	-	-
	At the end of the year (or on the date of separation, if separated during the year)	-	-	-	-

v) Shareholding of Directors and Key Managerial Personnel:

S. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-



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V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

S No	Particulars of Remuneration	Name of MD/WTD/ Manager			Total Amount
		Mohan T. (MD)	K Swaminathan		
1	Gross salary	6,84,000	-	-	6,84,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-
5	Others, please specify	0	12,000	-	12,000
	Total (A)	6,84,000	12,000	-	6,96,000
	Ceiling as per the Act				




B. Remuneration to other directors:

S. no.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors					
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	0
2	Other Non-Executive Directors	Mrs. Uma Jain				-
	Fee for attending board committee meetings	-				-
	Commission	-	-	-	-	-
	Others, please specify	12,000	-	-	-	12,000
	Total (2)	12,000	-	-	-	12,000
Total (B)=(1+2)		12,000	-	-	-	12,000
Total Managerial Remuneration						
Overall Ceiling as per the Act						

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD:

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary	-	2,16,000	-	2,16,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
Total		-	2,16,000	-	2,16,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B. DIRECTORS					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C. OTHER OFFICERS IN DEFAULT					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-



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Annexure-II to Board's Report**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****INDUSTRY STRUCTURE AND DEVELOPMENTS**

The Company does not own any manufacturing, trading or processing unit. The main business of the Company is undertaking investment activities and earning income in the form of dividends, interest and profit on sale of investments and trading in shares, securities and units of mutual funds.

BUSINESS OPPORTUNITIES, RISKS AND CONCERNS

Amid the ups and downs in the Indian stock market, the Government is trying hard to carry the reforms process by adopting stricter controls and better mechanism for tracking irregular stock price movements. The current market situation is very volatile in which caution need to be exercised.

SEGMENT WISE OR PRODUCT WISE PERFORMANCE

The entire operation of the Company relates to only one segment namely investment and financing activity.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

In order to strengthen the internal control system of the Company the Code of Corporate Governance was adopted by the Board w.e.f. 30.1.2003. The Company has set up an Audit Committee to keep a vigil on the financial performance and ensure authenticity of accounts. Shareholder Grievance Committee was also formed by the Company to ensure speedy reprisal of all investor complaints and impel transparency of operations. The Company has also adopted a Code of Conduct for prevention of insider trading in terms of SEBI, (insider Trading) Regulations, 1992 and any modification, amendments from time to time of in this regulation. All the Directors on the Board and their relatives as well as the senior level employees of the Company are governed by this Code.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Since the Company is not an industrial undertaking, the distinction between financial performance and operational performance cannot be made.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

The Company has employed only two persons and hence material developments on human resources front is not applicable at present.



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Annexure – III to Board's Report

Corporate Governance for the Financial Year ended March 31, 2024
[as required under SEBI (Listing & Disclosure Requirements) Regulations, 2015]

(1) Company's Philosophy:

The Company's policies, practices and philosophy adopted since inception are in line with Corporate Governance. These policies, practices are required periodically to ensure its effective compliance. The composition of Board of Directors is well balanced with a view to manage the affairs of the company efficiently and professionally.

(2) Board of Directors:

The Board of Director of the Company is duly constituted as per provisions of Companies Act, 2013, and requirements of Listing Regulations 2015. The Details of Board are as follows:

(i) Composition and Category of Directors as of March 31, 2024 is as follow:

Category	Name pf Directors	No of Directors
Promoter		NIL
Executive Directors	Mr. Mohanan Thrayil	2
	Mr. Krishnan Swaminathan	
Independent Director	Mr. Rajender Soni	1
Non-Executive Director	Mrs. Uma Jain	1
	Total no of Directors	4

(ii) Particulars of Directorship of other Companies

S. No	Name of Director	DIN	No of Directorship in other listed companies	No. of committee positions held as chairman in other public companies	No. of Committee positions held as member in other public companies
1	Mr. Krishnan Swaminathan	06535125	2	5	0
2	Mr. Mohanan Thrayil	06553628	1	-	2
3	Mrs. Uma Jain	06535363	2	0	5
4	Mr. Rajender Soni	00418933	2	0	2

(iii) Attendance of each Director at the Board Meeting and the last AGM During the year 2023-24

Name of Directors	No. of Board Meeting Attended	Last AGM Attendance Yes/No
Mr. Krishnan Swaminathan	4	Yes
Mr. Mohanan Thrayil	4	Yes
Mrs. Uma Jain	4	Yes
Mr. Rajender Soni	4	Yes

(iv) Number of Board Meeting held, Date on which held:

Seven Board meeting were held during the financial year from April 01, 2023 to March 31, 2024. The dates on which the meetings were held are as follows: May 26, 2023; August 10, 2023; November 08, 2023 and, February 13, 2024.



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(3) Committees of Board:**(i) Audit Committee:**

Audit committee of the Board has been constituted as per requirement of section 177 of the Companies Act, 2013 and Rules 6 of the Companies (Meeting of the Board and its Powers) Rules 2014 and Regulation 18 of the Listing Regulations 2015. The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the Company and its compliance with legal and regulatory requirements, the audit of the financial statement of the company, appointment, independence and performance of the statutory auditors and internal auditors of company. The Audit committee of the company consist three Directors. Representative of Statutory auditors is permanent invitee.

Term of reference:

The scope of the activity of the audit committee includes the following:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
2. Recommending for appointment, remuneration and terms of auditors of the company.
3. Approval of payment to statutory auditors for any other services rendered by the Statutory Auditors;
4. Reviewing with management the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to;
 - a. Matters required to be included in the Director's Responsibility statement to be included in the Board's Report in terms of clause c of sub-section 3 of section 134 of the Companies Act, 2013;
 - b. Changes, if any, in accounting policies and practices and reasons for the same;
 - c. Major accounting entries involving estimates based on the exercise of judgement by management.
 - d. Significant adjustments made in the financial statements arising out of audit findings;
 - e. Compliance with listing and other legal requirements concerning financial statements;
 - f. Disclosure of any related party transactions;
 - g. Qualifications in draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6. Reviewing, with the management, the statement of uses/application of funds raised through an issue (public issue, right issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or right issue, and making appropriate recommendations to the Board to take up steps in this matter;
7. Review and monitor the auditor's independence and performance and effectiveness of audit process;
8. Approval of any subsequent modification of transactions of the company with related parties.
9. Scrutiny of inter-corporate loan and investments
10. Valuation of undertaking or assets of the company, wherever it is necessary.
11. Evaluation of internal financial control and risk management systems;
12. Reviewing with the management, performance of the statutory and internal auditors' and adequacy of internal control systems;
13. Reviewing the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
16. Discussion with statutory auditors before the audit commences about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower mechanism;
19. Approval of appointment of CFO (i.e. the whole time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate;



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20. Carrying out any other function as is mentioned in terms of reference of the Audit Committee from time to time.

Executive summary of the Audit Committee is placed before the immediate next Board Meeting held after the Audit Committee Meetings for deliberation. Dates of audit committee meetings are fixed in advance and agenda along with explanatory statements are circulated at least seven days before the meeting. In special or exceptional circumstances additional or supplementary item(s) on agenda are permitted.

S.No.	Name of Director	Position	No. of Meeting Held	No. of Meeting Attended
1.	Mr. Krishnan Swaminathan	Chairman	4	4
2.	Mrs. Uma Jain	Member	4	4
3.	Mr. Mohanan Thrayil	Member	4	4

Four Meetings of Audit committee were held during the financial year 2022-23 as on May 26, 2023; August 10, 2023; November 11, 2023 & February 13, 2023

(ii) Nomination and Remuneration Committee:

Nomination and Remuneration committee of the Board has been constituted as per requirement of section 178 of the Companies Act, 2013 and Rules 6 of the Companies (Meeting of the Board and its Powers) Rules 2014 and Regulation 18 of the Listing Regulations 2015 to set a policy on remuneration and other terms of employment of the Executive directors as well as the commission and sitting fees of the non-executive directors. During the Financial year the committee met only one once on February 09, 2023.

Composition and attendance of members at the meeting of Nomination and Remuneration committee held during the financial year ended on March 31, 2023			
Date of Meeting	Mr. Krishnan Swaminathan (Chairman)	Mr. Mohanan Thrayil (member)	Mrs. Uma Jain (member)
February 11, 2024	Yes	Yes	Yes
Whether attended Last AGM(Yes/No)	Yes	Yes	Yes

Remuneration Policy

Payment of remuneration to the managing director and Whole Time Directors(s) are governed by the uniform remuneration package approved by the board and the shareholders. The Remuneration structure comprises salary/commission linked to profits, perquisites and allowances etc.

The Non-Executive Directors do not draw any remuneration from the company other than the sitting fee and such commission as may be determined by the Board from time to time and calculated according to the provisions of Companies Act, 2013. The actual payment payable to each director is decided by the Board upon recommendation of the Remuneration committee.

(iii) Stakeholders' relationship committee:

As per requirement of Section 178(5) of the Companies Act, 2013 read with Regulation 20 of the Listing Regulations 2015 the company not falling under criteria to constitute The Stakeholders Relationship Committee because the company have only 619 shareholders. However secretarial department taking care of matters like non- transfer of shares, non-receipts of Balance sheet etc.

No request for transfer /transmission of shares received during the financial year 2022-23

4) General Body Meeting:

The Last Three Annual General Meetings of the company were held within the statutory time period and the details of the same are reproduced herein below:

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Financial Year	Date	Time	venue
2022-23	September 11, 2023	10.30 AM	20/1, Maharshi Debendra Road 2nd Floor, Kolkata (WB)- 700007
2021-22	August 09, 2022	10.30 AM	20/1, Maharshi Debendra Road 2nd Floor, Kolkata (WB)- 700007
2020-21	September 30, 2020	10.00 AM	11C, Ram Mohan Dutta Road, Ground Floor, Kolkata-700020

Extraordinary General Meeting held during the last three Financial Year – NIL
Special Resolution passed through Postal Ballot during the last Financial Year- NIL

(5) Disclosures:

(i) Disclosure on materially significant related party transactions

No transactions of material nature have been entered into by the company with its promoters, directors or the management, their relatives or their subsidiaries etc. that may have potential conflict with interest of the Company at large. The Particulars of transactions between the Company and the related parties for the year ended on March 31, 2023 are disclosed in the notes to the account in this Annual Report. None of these transactions have any conflict with the company's interest.

(ii) Disclosure of accounting treatment in preparation of financial statements

The Company has followed the Accounting Standards issued by the institute of Chartered Accountants of India and notified by the Government of India from time to time.

In line with the clarification issued by the Ministry of Corporate Affairs vide its General Circular 08/2014 dated April 4, 2014 financial statements (including the documents required to be attached thereto) auditor's report and Board's Report of the company in respect of financial year ended at March 31, 2023 has been prepared as per the relevant provisions/ Schedules/ rules of the Companies Act, 2013.

(iii) Cases of Non-Compliances/Penalties:

There has been no instance of non-compliance by the company on any matter markets. Hence, there are no penalties or strictures by SEBI or the Stock Exchange or any other statutory body on matters related to capital markets during the year.

(iv) Risk Management

Pursuant to Regulation-21 of the Listing Regulations 2015, the Company voluntarily documented risk management policy to identify, evaluate business risks.

(v) Vigil/whistle blower policy

Regulation 22 of the Listing Regulations 2015 & Subsection (9 & 10) of Section 177 of the Companies Act, 2013 read with rule 7 of the Companies (Meetings of Board and its Powers) Rules 2014, inter alia provides that every listed company shall establish a vigil mechanism call "whistle Blower policy" for Directors, employees to report genuine concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct. Your company has framed whistle Blower Policy.

(vi) Code for prevention of Insider Trading Practice

There is no trading in shares of the Company, hence the code is not required to comply by the Company, but in good governance practice the Company has formulated the Code for prevention of Insider Trading in line with the requirement of SEBI (Prohibition of Insider trading) Regulations 2015.

(vii) Functional Website of the Company as per Regulation 46 of SEBI (Listing Obligation & Disclosure Requirements) Regulations 2015

Pursuant to Regulation 46 of the SEBI (Listing Obligation & Disclosure Requirements) Regulations 2015, maintains a functional website and web address of the Company is www.hepcl.co.in.

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(6) Means of Communication:

Quarterly, half-yearly and annual financial results of the company are communicated to the stock exchanges immediately after the same are considered by the Board and are published in the two newspapers i.e. The Millennium post in English & Duranta Barta in Bengali (regional newspaper) within 48 hours of the Board Meetings.

(7) Management Discussion and Analysis Report form part of this annual report

The Complete management discussion and analysis report are placed in separate section of the Annual Report.

(8) General Shareholder's Information

S. No.	Particulars	Details		
		1	Annual General Meeting	Monday, July 15, 2024
2	Financial Calendar	April 01, 2024 to March 31, 2025		
	Financial Reporting for – Quarter-I (ending June 30, 2024)	By 2 nd Week of August, 2024		
	Financial Reporting for – Quarter-II (ending Sep 30, 2024)	By 2 nd Week of November, 2024		
	Financial Reporting for – Quarter-III (ending Dec 31, 2024)	By 2 nd Week of February, 2025		
	Financial Reporting for – Quarter-IV (ending Mar 31, 2025)	By last Week of May, 2025		
3	Date of Book Closure	Monday, July 08, 2024 to Monday, July 15, 2024		
4.	Date of e-voting	Friday, July 12, 2024 at 09:00 AM to Sunday, July 15, 2024 at 05:00 PM		
5	Listing on Stock Exchange	Name and address of Stock Exchanges	File No	
		The Calcutta Stock Exchange Association Ltd, 7, Lyons Range, Kolkata-700001	18099	
6	Listing Fees	The Listing fee for Calcutta Stock Exchange Association Ltd for financial year ended March 31, 2024 has been paid as on date. There is no outstanding.		
7	Market Price details	There was no trading in the equity shares of the company during this year.		
8	Detail of registrar and Share Transfer Agent	NA		
9	Address for correspondence	B-38, GHCL House, Ground Floor, Sector-1, Noida-201301 Ph. no.- +91-120-4939945 Email- harvatex@yahoo.com , investcos@yahoo.com		
10	Share Transfer system	Company process the share transfer on its own at its office.		
11	Dematerialization of Shares	The company's shares are in physical form and company not made any request to NSDL/CDSL for dematerialization of its shares		

(9) Shareholding Pattern as on March 31, 2024

Particulars	Number of Share holders	Shares held in Physical form	Shares held in dematerialized form	Total Number of shares held	% of capital
A. Promoters and Promoters Group Holding					
1. Promoters					
Body Corporate	7	4,45,200	-	4,45,200	61.83
Individuals	-	-	-	-	-
2. Non-Promoters Holdings					
Body Corporate	-	-	-	-	-
Individuals	615	2,74,800	-	2,74,800	38.17
Total	622	7,20,000	-	7,20,000	100

(10) Distribution of Shareholding as on March 31, 2023

Number of Equity Shares held	Number of Share holders	Number of Shares	% of Capital
Upto 500	600	1,27,340	17.69
501-1000	7	5,600	0.78
1001-2000	-	-	-
2001-3000	2	5,000	0.69
3001-4000	-	-	-
4001-5000	1	5,000	0.69
5001-10000	1	7,000	0.97
10001-and Above	11	5,70,060	79.18
Total	619	7,20,000	100

The Board has laid down a code of conduct for all Board Members and Senior Management of the Company. All the Board Members and Senior Management Personnel have affirmed compliance with the code of conduct for the year ended March 31, 2023.

Sd/
Mohanani Thrayil
(Managing Director)

Sd/
Krishnan Swaminathan
(Executive Director & CFO)

Place: Noida
Date: May 18, 2024

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Certification Under Regulation 17(8) of the SEBI(LODR) Regulation 2015

The Board of Directors
Harvatex Engineering & Processing Co Ltd

We, the undersigned, certify to the Board that:

- A. We have reviewed the financial statements and the cash flow statement for the year and that to the best of our knowledge and belief:
- 1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - 2) ~~these statements together~~ present a true and fair view of the state of company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal control for financial reporting. This is monitored by the internal audit function, which encompasses the examination and evaluation of the adequacy and effectiveness, of internal control. The internal auditor works with all levels of management and statutory auditors and reports significant issues to the audit committee of the Board. The auditors and audit committee are appraised of any corrective action taken with regard to significant deficiencies in the design or operation of internal controls.
- D. We have indicated to the auditors and to the audit committee:
- 1) Significant changes in internal control over financial reporting during the year;
 - 2) Significant changes in accounting policies during the year; and that the same have been disclosed in the notes to the financial statements; and
 - 3) Instances of significant fraud of which we have become aware of and which involve management or other employees having significant role in the company's internal control system and financial reporting. However, during the year there was no such instance.

For Harvatex Engineering and Processing Company Ltd



Mohanan Thrayil
(Managing Director)



Krishnan Swaminathan
(Executive Director & CFO)

Place: Noida
Date: May 18, 2024



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Balance Sheet as at March 31, 2024

(Amount in Thousand)

Particulars	Note	(Amount in Thousand)	
		March 31, 2024	March 31, 2023
ASSETS			
Non-Current Assets			
Property, Plant & Equipments	2	-	-
Financial Assets			
Investments	3	2,34,239	2,23,133
Loans	4	8,776	176
Non-financial assets		-	-
		2,43,015	2,23,309
Current Assets			
Inventories			
Financial Assets			
Investments	3A	-	5,191
Trade Receivable	5	24	24
Cash and cash equivalents	6	2,122	694
Others		-	-
Non-financial assets	7	1,158	1,161
		3,304	7,070
TOTAL		2,46,319	2,30,379
EQUITY AND LIABILITIES			
Equity			
Equity share capital	9	7,200	7,200
Other Equity	10	1,84,312	1,72,992
Total equity		1,91,512	1,80,192
Non-Current Liabilities			
Financial Liabilities			
Borrowings	11	240	40
Other liabilities			
Deferred Tax Liability	8	54,444	49,949
		54,684	49,989
Current Liabilities			
Financial Liabilities			
Borrowings	11A	66	66
Other liabilities	12	57	131
Current Tax liabilities		-	-
Non-financial liabilities	13	-	1
		123	198
TOTAL		2,46,319	2,30,379
Summary of significant accounting policies	1	0	0

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For **RAKESH K AGARWAL & CO.**

Chartered Accountants

FRN No. 033764N



(Rakesh K Agarwal)

Proprietor

M.No.: 086574

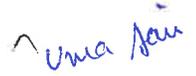
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For and on behalf of the Board of Directors
Harvatex Engineering & Processing Co Ltd
(CIN: L28939WB1982PLC035023)



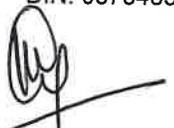
Mohanan Thrayil
Managing Director
DIN :08310232



Uma Jain
Director
DIN: 08784837



Krishnan Swaminathan
Director & CFO
DIN :08784845



Krishnan Kumar Gupta
Company Secretary
M.No: F2371

Place : Noida
Date :18/05/2024

HARVATEX ENGINEERING & PROCESSING CO LIMITED

Statement of Profit And Loss For The Year Ended On March 31, 2024

(Amount in Thousand)

Particulars	Note	March 31, 2024	March 31, 2023
INCOME			
Revenue from Operations	14	7,886	6,690
Other income		-	-
Total Income		7,886	6,690
EXPENDITURE			
Employees Benefit Expenses	15	1,016	950
Other Expenses	16	414	359
Finance Cost	17	45	1
Depreciation and amortisation	2	-	41
Total Expenses		1,475	1,351
Profit before tax		6,411	5,339
Extraordinary Item		118	-
Profit Before Tax		6,293	5,339
Tax Expenses			
Curent tax		1,584	1,300
Deferred tax		-	(71)
Total tax expense		1,584	1,229
Profit for the year		4,709	4,110
Other Comprehensive Income (OCI)			
Items that will not be reclassified to profit or loss			
Re-measurement gains on defined benefit plans	18		
Net gain on FVTOCI equity Securities		11,105	(24,415)
Income tax effect relating to items that will not be reclassified to profit or loss		(4,495)	8,379
Total Other Comprehensive Income for the year, net of tax		11,320	(11,926)
Earnings per equity share			
Basic and Diluted earnings per share (In Indian Rupees per share)	19	6.54	5.71
Nominal value per equity share (In Indian Rupees per share)		10.00	10.00
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For RAKESH K AGARWAL & CO.

Chartered Accountants

FRN No. 033764N

For and on behalf of the Board of Directors

Harvatex Engineering & Processing Co Ltd

(CIN: L28939WB1982PLC035023)




(Rakesh K Agarwal)

Proprietor

M.No.: 086574

UDIN.: 24086574BKFGGO8662



Mohanan Thrayil

Managing Director

DIN :08310232



Uma Jain

Director

DIN: 08784837



Krishnan Swaminathan

Director & CFO

DIN :08784845



Krishan Kumar Gupta

Company Secretary

M.No: F2371

Place : Noida

Date :18/05/2024

HARVATEX ENGINEERING & PROCESSING CO LIMITED

CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED 31.03.2024

(Amount in thousands)

	CURRENT YEAR 31.03.2024		PREVIOUS YEAR 31.03.2023	
A. Cash Flow From Operating Activities:				
Net Profit(Loss) Before Tax And Extra Ordinary Items		6,411		5,339
Adjustments For:				
Depreciation	-		41	
Non Cash Expenses Written Off (Net)	-		(256)	
(Profit)/Loss On Sale Of Fixed Assets	-	-	-	(215)
Operating Profit Before Working Capital Changes		6,411		5,123
Adjustments For:				
Trade And Other Receivables	3		119	
Trade And Other Payables	(75)		(24)	
		(72)		95
Cash Generated Form Operations After Adjustments For Working Capital Changes		6,339		5,219
Direct Tax		1,504		1,300
Cash Flow After Adjusted For Working Capital Charges But Before Extra Ordinary Items		4,755		3,919
Extra Ordinary Items (Net)		118		-
Net Cash From Operating Activities		4,637		3,919
B. Cash Flow From Investing Activities				
Purchase/Sale Of Fixed Assets		-		(461)
Purchase/Sale Of Investments		(5,191)		5,191
Net Cash Used In Investing Activities		(5,191)		4,730
C. Cash Flow From Financing Activities				
Proceeds From Issue Of Share Capital	-		-	
Provision for Reseve Fund for NBFCs for current years	-		-	
Borrowing/(repayment) of borrowing (net)	(200)		-	
Receipts /(Repayment) Of Long Term Advances (Net)	8,600		-	
Dividends Paid	-		-	
Net Cash Surplus/Used In Financing Activities		8,400		-
Net Increase/(Decrease) In Cash And Cash Equivalent		1,428		(811)
Cash And Cash Equivalent As At 01-04-2023		694		1,505
Cash And Cash Equivalent As At 31-03-2024		2,122		694
Summary of significant accounting policies			21 & 22	

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For **RAKESH K AGARWAL & CO.**

Chartered Accountants

FRN No. 033764N




(Rakesh K Agarwal)

Proprietor

M.No.: 086574

UDIN.: 24086574BKFGGO8662

For and on behalf of the Board of Directors
Harvatex Engineering & Processing Co Ltd
(CIN: L28939WB1982PLC035023)



Mohanan Thrayil
Managing Director
DIN :08310232



Uma Jain
Director
DIN: 08784837



Krishnan Swaminathan
Director & CFO
DIN :08784845



Krishan Kumar Gupta
Company Secretary
M.No: F2371

Place : Noida

Date :18/05/2024

HARVATEX ENGINEERING & PROCESSING CO LIMITED
STATEMENT IN CHANGE OF EQUITY for the year ended 31st March 2023

A EQUITY SHARE CAPITAL

Equity shares of Rs 10 each issued, Subscribed and fully paid up

Particulars	No of Shares	Amount Rs 000
As at April 1, 2022	7,20,000	7,200
Change in Equity	-	-
As at March 31, 2023	7,20,000	7,200
Change in Equity	-	-
As at March 31, 2024	7,20,000	7,200

B OTHER EQUITY

Rs '000

Particulars	Reserve & Surplus (Refer Note no 10)				Total
	Special Reserve as NBFC	General Reserve	Retained earnings	Comprehensive Income	
As at March 31, 2022	0	1,936	9,576	1,73,407	1,84,918
Profit for the year	-	-	4,110	-	4,110
Other Comprehensive Income Net of Taxes	-	-	-	(16,036)	(16,036)
As at March 31, 2023	0	1,936	13,686	1,57,371	1,72,993
Profit for the year	-	-	4,709	-	4,709
Transfer to Special Reserve as NBFC	-	-	-	-	-
Other Comprehensive Income Net of Taxes	-	-	-	6,611	6,611
As At March 31, 2024	0	1,936	18,395	1,63,982	1,84,313



2 Property, Plant and Equipment

(Amount in thousands)

Particulars	Vehicles
Gross Carrying Value (Cost or deemed Cost)	
At April 1, 2022	914
Additions	-
Disposals	914
At March 31, 2023	-
Additions	-
Disposals	-
At March 31, 2024	-
Depreciation and amortisation	
At April 1, 2022	601
for the year	-
Disposals	601
At March 31, 2023	-
for the year	-
Disposals	-
At March 31, 2024	-
Net Book Value	
At March 31, 2023	-
At March 31, 2024	-



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

3 Investments

(Amount in Thousand)

	March 31, 2024	March 31, 2023
Non-Current		
Investment in Equity Instruments (quoted)	2,19,522	2,13,554
Investment in Equity Instruments (unquoted)	13,973	8,936
Investment in preference shares (unquoted)	744	644
	2,34,239	2,23,133
Investment in Equity Instruments (quoted) (at Fair value through Other Comprehensive Income)		
415723 (March 31, 2023: 415723) of Rs 10/- each Shares of GHCL Ltd	1,84,290	2,09,358
101320 (March 31, 2023: 101320) of Rs 10/- each Shares of Golden Tobacco Ltd	3,845	4,196
415723 (March 31, 2023: 415723) of Rs 2/- each Shares of GHCL Textiles Ltd	31,387	-
	2,19,522	2,13,554
Investment in Equity Instruments (unquoted) (at Fair value through Other Comprehensive Income)		
4000 (March 31, 2023: 4000) of Rs 10/- each Shares of Multitech International Ltd	-	-
6000 (March 31, 2023: 6000) of Rs 10/- each Shares of M P Tabocca P Ltd	-	-
8000 (March 31, 2023: 8000) of Rs 10/- each Shares of Purni Tobacco p Ltd	-	-
37500 (March 31, 2023: 37500) of Rs 10/- each Shares of BNPL	13,688	8,558
17000 (March 31, 2023: 17000) of Rs 100/- each Shares of DBPL	78	85
6250 (March 31, 2023: 6250) of Rs 10/- each Shares of Dalmia House Jennie	-	-
125000 (March 31, 2023: 125000) of Rs 10/- each Shares of Dalmia Biz P Ltd	207	293
	13,973	8,936
Investment in Preference shares (Unquoted) (at amortised cost)		
125000 (March 31, 2023: 125000) of Rs 10/- each Shares of Dalmia Biz P Ltd	744	644
	744	644
	2,34,239	2,23,133

3A Current Investments

	March 31, 2024	March 31, 2023
UTI Assets Management	-	5,191
	-	5,191



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

4 Loans

(Unsecured, considered good)

	March 31, 2024	March 31, 2023
A) Non-current		
Loan and advances to related parties	8,600	-
Other loans and advances		
Loans to others	176	176
Miscellaneous Exp	-	-
Total	8,776	176
	March 31, 2024	March 31, 2023
B) Current		
Loan	-	-
Total	-	-

Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties as on 31-3-2024

S No	Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
1	Promoters	-	-
2	Directors	-	-
3	KMPs	-	-
4	Relative	8,600	98%

Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties as on 31-3-2023

S No	Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans
1	Promoters	-	-
2	Directors	-	-
3	KMPs	-	-
4	Relative	-	-

5 Trade receivables

	March 31, 2024	March 31, 2023
Current		
Outstanding for a exceeding six month from the date they are due for payment		
Considered Goods		
Doubtful	528	528
	528	528
Less: provision for Doubtful	528	528
Others		
Considered Good	24	24
Total	24	24

Trade Receivables ageing schedule as at 31-03-2024

S No	Particulars	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 Months to 1 year	1-2 years	2-3 years	More than 3 years	
1	Undisputed Trade receivables – considered good	-	-	-	-	24	24
2	Undisputed Trade receivables – considered Doubtful	-	-	-	-	-	-
3	Disputed Tradereceivables – considered good	-	-	-	-	-	-
4	Disputed Trade receivables – considered Doubtful	-	-	-	-	-	-
5	Less: Provision for Doubtful	-	-	-	-	528	528
6	Net Trade Receivable as at 31-03-2024	-	-	-	-	24	24

Trade Receivables ageing schedule as at 31-03-2023

S No	Particulars	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 Months to 1 year	1-2 years	2-3 years	More than 3 years	
1	Undisputed Tradereceivables – considered good	-	-	-	-	24	24
2	Undisputed Trade receivables – considered Doubtful	-	-	-	-	-	-
3	Disputed Tradereceivables – considered good	-	-	-	-	-	-
4	Disputed Trade receivables – considered Doubtful	-	-	-	-	-	-
5	Less: Provision for Doubtful	-	-	-	-	528	528
6	Net Trade Receivable as at 31-03-2023	-	-	-	-	(528)	(528)



Notes to the financial statements for the year ended March 2024

6 **Cash and Bank Balances**

A) Cash and cash equivalents

	March 31, 2024	March 31, 2023
Current		
Balance with banks:		
On current accounts	875	689
Cash on hand	5	5
FDR with Bank	1,241	-
	2,122	694

Breakup of financial assets carried at amortised cost / fair value

	March 31, 2024	March 31, 2023
Investments	2,34,239	2,23,133
Loans	200	200
Cash and Bank balances	2,122	694
	2,36,561	2,24,027

7 **Non-financial assets**

(Unsecured, considered good)

A) Non-current

	March 31, 2024	March 31, 2023
Advances recoverable in cash or kind	-	-
	-	-

B) Current

	March 31, 2024	March 31, 2023
Advances recoverable in cash or kind	1,151	1,125
Balance with statutory/government authorities	7	36
	1,158	1,161

8 **Deferred Tax Liability**

	March 31, 2024	March 31, 2023
Deferred tax liability arising on account of timing differences relating to:		
Impact on account of investment carried at FVTPL		
Impact on account of investment carried at FVTOCI	54,444	49,949
A	54,444	49,949
Deferred tax asset arising on account of timing differences relating to:		
Provision for bad and doubtful debts and expected Credit Loss		
Impact on account of investment carried at amortised cost	-	-
MAT credit entitlement	-	-
B	-	-
(A-B)	54,444	49,949

Deferred tax assets/ (liabilities):

For the year ended March 31, 2024

	Opening Balance	Recognised in profit & loss	Recognised in OCI	Closing balance
Impact on account of investment carried at FVTPL	-	-	-	-
Impact on account of investment carried at FVTOCI	49,949	-	4,495	54,444
Provision for bad and doubtful debts and expected Credit Loss	-	-	-	-
Impact on account of timing difference	-	-	-	-
MAT credit entitlement	-	-	-	-
	49,949	-	4,495	54,444

For the year ended March 31, 2023

	Opening Balance	Recognised in profit & loss	Recognised in OCI	Closing balance
Impact on account of investment carried at FVTPL	-	-	-	-
Impact on account of investment carried at FVTOCI	58,328	-	(8,379)	49,949
Provision for bad and doubtful debts and expected Credit Loss	-	-	-	-
Impact on account of timing difference	71	(71)	-	-
MAT credit entitlement	-	-	-	-
	58,399	(71)	(8,379)	49,949



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

9 Equity share capital

	March 31, 2024	March 31, 2023
Authorised		
10,00,000 (March 31, 2023: 10,00,000) Equity Share of Rs. 10/- each	10,000	10,000
Issued, subscribed and fully paid-up shares		
7,20,000 (March 31, 2023: 7,20,000) Equity Shares of Rs. 10/-each	7,200	7,200
	7,200	7,200

a. Reconciliation of the equity shares outstanding at the beginning and at the end of the year.

Equity shares	March 31, 2024		March 31, 2023	
	Numbers	Value	Numbers	Value
At the beginning of the year	7,20,000	7,200	7,20,000	7,200
Issued during the year	-	-	-	-
Outstanding at the end of the year	7,20,000	7,200	7,20,000	7,200

b. Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Re.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The dividend proposed by the board of directors is subject to approval of Shareholders in Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c. Details of shareholders holding more than 5% equity shares in the Company

	March 31, 2024		March 31, 2023	
	Numbers	% holding	Numbers	% holding
1 Mansarovar Commercial Private Ltd	79,450	11.03%	79,450	11.03%
2 Pashupatinath Commercial Private Limited	1,00,950	14.02%	1,00,950	14.02%
3 Sovereign Commercial Private Limited	95,250	13.23%	95,250	13.23%
4 Swastik Commercial Private Limited	48,400	6.72%	48,400	6.72%
5 Trishul Commercial Private Limited	1,20,950	16.83%	1,20,950	16.83%

d. Details of the Shares Held by the Promoters

As at March 31, 2024

S No	Promoter's Name	No of shares at beginning of the year	Change during the year	No of shares at end of the year	% of Total Shares	% of Change during the year
1	Mansarovar Commercial Private Ltd	79,450	-	79,450	11.03%	-
2	Pashupatinath Commercial Private Limited	1,00,950	-	1,00,950	14.02%	-
3	Sovereign Commercial Private Limited	95,250	-	95,250	13.23%	-
4	Swastik Commercial Private Limited	48,400	-	48,400	6.72%	-
5	Trishul Commercial Private Limited	1,20,950	-	1,20,950	16.83%	-

As at March 31, 2023

S No	Promoter's Name	No of shares at beginning of the year	Change during the year	No of shares at end of the year	% of Total Shares	% of Change during the year
1	Mansarovar Commercial Private Ltd	79,450	-	79,450	11.03%	-
2	Pashupatinath Commercial Private Limited	1,00,950	-	1,00,950	14.02%	-
3	Sovereign Commercial Private Limited	95,250	-	95,250	13.23%	-
4	Swastik Commercial Private Limited	48,400	-	48,400	6.72%	-
5	Trishul Commercial Private Limited	1,20,950	-	1,20,950	16.83%	-

10 Other Equity

	March 31, 2024	March 31, 2023
Special Reserve as NBFC	-	-
General Reserve	1,936	1,936
Other Comprehensive Income	1,63,982	1,57,371
Retained earnings	18,395	13,686
	1,84,312	1,72,992



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

The movement in balance of other equity is as follows:		
	March 31, 2024	March 31, 2023
Special Reserve as NBFC		
As per last balance sheet	-	-
Less: Transfer to General Reserve	-	-
Closing balance	-	-
General reserve		
As per last balance sheet	1,936	1,936
Add: Transfer from Special Reserve as NBFC	-	-
Closing balance	1,936	1,936
Other Comprehensive Income		
Balance as per last financial statements	1,57,371	1,73,407
Add: Addition during the year	6,611	(16,036)
	1,63,982	1,57,371
Retained earnings		
Balance as per last financial statements	13,686	9,576
Add: Profit for the year	4,709	4,110
Provision no Longer Required	-	-
Net surplus in the statement of profit and loss	18,395	13,686
	1,84,312	1,72,992



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

11 Borrowings

Non Current borrowings

	March 31, 2024	March 31, 2023
From Banks (secured)		
Term loans	-	-
Unsecured Loans		
Form Bodies Corporate	240	40
TOTAL	240	40

11A

Current borrowings

	March 31, 2024	March 31, 2023
Current Maturities of Non Current borrowings		
From Banks (secured)		
Term loans	-	-
Other loans (unsecured)		
From Companies	66	66
Less : Amount disclosed under other current liabilities	66	66
TOTAL	66	66
The above amount includes:		
Secured borrowings	-	-
Unsecured borrowings	306	106

12 Other liabilities

Current

	March 31, 2024	March 31, 2023
Current maturities of long-term borrowing		
Creditor others	1	-
Expenses Payable	55	131
	57	131
Breakup of financial liabilities carried at amortised cost		
	March 31, 2023	March 31, 2023
Borrowing	106	106
Other liabilities	57	131
	163	237

Trade Payable Ageing Schedule as at 31-3-2024

S No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 Years	More Than 3 Years	Total
1	MSME	-	-	-	-	-
2	Others	1	-	-	-	1
3	Disputed Dues - MSME	-	-	-	-	-
4	Disputed Dues - Others	-	-	-	-	-

Trade Payable Ageing Schedule as at 31-3-2023

S No	Particulars	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 Years	More Than 3 Years	Total
1	MSME	-	-	-	-	-
2	Others	-	-	-	-	-
3	Disputed Dues - MSME	-	-	-	-	-
4	Disputed Dues - Others	-	-	-	-	-



HARVATEX ENGINEERING & PROCESSING CO LIMITED

Notes to the financial statements for the year ended March 2024

13 **Non-financial liabilities**

	March 31, 2024	March 31, 2023
Statutory liabilities	-	1
	-	1

14 **Revenue from Operations**

	March 31, 2024	March 31, 2023
GST (Taxable) Incomes		
Operational Incomes (No GST)	7,886	6,690
	7,886	6,690
Break up of Operational Income (No GST)		
Interest on loans/Income Tax Refund	157	7
Dividend Income	7,275	6,236
Profit on Sale of Fixed Assets	-	256
Profit on Sale of Mutual Fund	454	191
	7,886	6,690

15 **Employees Benefit Expenses**

	March 31, 2024	March 31, 2023
Salaries, wages and bonus	1,016	950
Contribution to provident and other funds	-	-
	1,016	950

16 **Other Expenses**

	March 31, 2024	March 31, 2023
Administrative Expenses		
Listing expenses	34	-
Filing Fee	6	22
Conveyance Exps	99	40
Insurance	-	-
Advertisement and Publicity	43	66
Telephone & Postage	7	6
Printing & Stationery	0	2
Legal and Professional Expenses	158	166
Rent	-	-
Auditors' Remuneration	27	15
Auditors' for certification	14	13
Miscellaneous Expenses	24	28
	414	359
Details of Auditors' Remuneration are as follows:		
Statutory Auditors:		
Audit Fees	27	15
Other Services	14	13
	41	28

17 **Finance Cost**

	March 31, 2024	March 31, 2023
Bank charges	45	1
Interest	-	-
	45	1

18 **Other Comprehensive Income (OCI)**

The disaggregation of changes to OCI by each type of reserve in equity is shown as below:

	March 31, 2024	March 31, 2023
Remeasurement costs on net defined benefit liability		
Deferred tax effect on remeasurement costs		
Remeasurement of Financial assets	11,105	(24,415)
Tax on same	(4,495)	8,379
Total	6,611	(16,036)

19 **Earnings per equity share**

	March 31, 2024	March 31, 2023
The following reflects the profit and share data used in the basic and diluted EPS computations:		
Profit available for equity shareholders	4,709	4,110
Weighted average number of equity shares in computing basic EPS	720	720
Face value of each equity share (Rs.)	10	10
Earnings per equity share: Basic and Diluted (Rs.)	6.54	5.71



1. Significant Accounting Policies

1.0 Basis of Preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

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

- Certain financial assets and liabilities measured at fair value (refer accounting policies regarding financial instruments)

The financial statements are presented in Indian Rupees (INR) except when otherwise indicated.

1.1 Summary of Significant Accounting Policies

a. Current versus non-current classification

The Company presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

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

All other assets are classified as non-current.

A liability is current when:

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

The Company classifies all other liabilities as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

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



HARVATEX ENGINEERING & PROCESSING CO LIMITED

CIN: L28939WB1982PLC035023

**Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024**

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

b. Currencies

The financial statements are presented in Indian rupees, which is the functional currency of the Company.

c. Fair Value Measurement

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

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

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

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

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

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

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

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

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

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



Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

d. Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government. The Company has concluded that it is the principal in all of its revenue arrangements since it is the primary obligor in all the revenue arrangements as it has pricing latitude and is also exposed to inventory and credit risks.

The specific recognition criteria described below must also be met before revenue is recognised.

Interest income

For all financial instrument measured at amortised cost, interest income is recorded using effective interest rate (EIR), which is the rate that exactly discounts the estimated future cash payments or receipts through the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset. Interest income is included under the head "other income" in the statement of profit and loss.

Dividends

Revenue is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

e. Taxes

Current income tax

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in India.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in OCI or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provision where appropriate.

Deferred tax

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

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

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.



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**Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024**

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

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

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

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as deferred tax asset only to the extent it is probable that sufficient taxable profit will be available to allow all or part of MAT credit to be utilised during the specified period, i.e., the period for which such credit is allowed to be utilised.

f. Property, Plant and Equipments

Under the previous GAAP (Indian GAAP) Property, Plant and equipment and Capital Work in Progress were carried in the balance sheet at cost of acquisition. The company has elected to regard those values of property as deemed cost of acquisition since they were broadly comparable to the fair value and there is no change in the functional currency of the company. The Company has also determined that cost of acquisition does not differ materially from fair valuation as at April 1, 2017 (date of transition to Ind AS).

Property, Plant and Equipment and Capital Work in Progress are stated at cost, net of taxes/duty credit availed, less accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing cost for the long term construction projects if the recognition criteria are met. All other repair and maintenance cost are recognised in the statement of profit and loss as incurred.

Gains and losses upon disposal of an item of property, plant and equipment are determined by comparing the proceeding from disposal with the carrying amount of property, plant and equipment and are recognised as net within "other (income)/expense net" in the statement of profit and loss.

Depreciation is calculated on a "Written down value method using the rates arrived at based on useful lives estimated by the management, which is equal to life prescribed under the schedule II to the Companies Act, 2013.

The lives of assets are as follows:

Assets	Useful life in years
Vehicles	10

The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used.

The Residual values, useful lives and method of depreciation of Property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.



**Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024**

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

g. Borrowing Costs

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 capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

h. Impairment of Non- Financial Assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining 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. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated.

Impairment losses, including impairment on inventories, are recognised in the statement of profit and loss. An assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior periods/ years. Such reversal is recognised in the statement of profit and loss.

i. Provision

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.



Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

j. Other Litigation claims

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

k. Financial Instruments

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

Financial assets

Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent measurement

For purposes of subsequent measurement, financial assets are classified in four categories:

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

Debt instrument at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method.

Debt instrument at FVTOCI

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of profit and loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of profit and loss. Interest

earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method



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**Significant Accounting Policies to the standalone financial statement for the year ended
March 31, 2024**

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

Debt instrument at FVTPL

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

Equity investments:

All equity investments are measured at fair value except for equity investment in Associates which have been measured at cost. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in OCI subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If an equity instrument is classified as FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit and loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments classified as FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss.

Derecognition

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

- a) the rights to receive cash flows from the asset have expired, or
- b) The Company has transferred its rights to receive cash flows from the asset, and
 - (i) the Company has transferred substantially all the risks and rewards of the asset, or
 - (ii) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in statement of profit and loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on



HARVATEX ENGINEERING & PROCESSING CO LIMITED

CIN: L28939WB1982PLC035023

**Significant Accounting Policies to the standalone financial statement for the year ended
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substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss

Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

Offsetting of financial instruments

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

I. Cash and Cash Equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

m. Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted EPS amounts are calculated by dividing the profit attributable to equity shareholders by the weighted average number of Equity shares outstanding during the year plus the weighted average number of equity shares outstanding, for the effects of all dilutive potential shares.

n. Contingent Liability and contingent assets

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

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not

wholly within the control of the entity. The Company does not recognise the contingent assets but discloses its existence in the financial statements.



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o. CSR expenditure

The Company has opted to charge its CSR expenditure incurred during the year to the statement of profit and loss.

As per our report of even date

For **Rakesh K Agarwal & Co**

Chartered Accountants

FRN: 033764N

For and on behalf of the board
Harvatex Engineering & Processing Co Ltd

(CIN: L28939WB1982PLC035023)



(Rakesh Kumar Agarwal)

Proprietor

Membership No: 086574

UDIN No: 24086574BKFGGO8662



Mohanan Thrayil

Managing Director

DIN: 08310232



Uma Jain

Director

DIN: 08784837

Date: 18/05/2024

Place: Noida



K Swaminathan

Director & CFO

DIN: 08784845



Krishan Kumar Gupta

Company Secretary

M.No: F2371

HARVATEX ENGINEERING & PROCESSING CO LIMITED
CIN: L28939WB1982PLC035023

Notes to the standalone financial statement for the year ended March 31, 2024
(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

20. Notes to the standalone financial statements for the year ended March 31, 2024

1. Contingent Liabilities: NIL
2. In the opinion of the Board of Directors, Current Assets, Loans & Advances have a value of realization in the ordinary course of business at least equal to the amount at which they have been stated in the Balance Sheet. The provisions for all known liabilities are adequate and not in excess of amount considered reasonably necessary. All the current Assets, Loans and Advances are certified by the Management.
3. Managerial Remuneration U/s 197 of Companies Act, 2013 paid/payable during financial year to the Director are as under: -

	<u>Current Year (Rs).</u>	<u>Previous Year (Rs)</u>
Salaries & Allowances	8,00,000	7,34,000

Computation of Net Profit in accordance with section 198 of the Companies Act, 2013 is not given, as Company has not paid any commission to any of its Directors.

4. Earning Per Shares

Particulars	31/03/2024	31/03/2023
Profit after Tax available to Equity Shareholders	4,709	4,110
Weighted average number of equity shares	7,20,000	7,20,000
Number of Equity Share	7,20,000	7,20,000
Face Value per share (Rs)	10	10
Basic & diluted Earnings per share (Rs)	6.54	5.71

5. Related Party Disclosure:

(a) Related Party Where Key Managerial may Personnel Exercise Significant Influence

- 1 Hindustan Commercial Company Ltd
- 2 Gems Commercial Company Limited
- 3 Little rock trade and investment Ltd

(b) Name of related party and nature of related party relationship where control exist:

- (i) Holding Company : Nil
- (ii) Subsidiary Company : NIL

Name of related party and nature of related party relationship other than those referred to in (a) above in transaction with the company:

- (i) Joint Ventures etc : Nil
- (ii) Key Management Personnel : Sh. Mohanan T- Managing Director
: Smt. Uma Jain - Director
: Krishnan Swaminathan - CFO & Executive Director
: Sh. Rajender Soni - Director
: Sh. Krishan Kumar Gupta - CS



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Notes to the standalone financial statement for the year ended March 31, 2024
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(c) **Transactions with related parties during the year** :

- i. Related Party Where Key Managerial Personnel may Exercise Significant influence:
ii. (Rs. In thousands)

S.No	Companies	Opening	Short-terms loans and advances received	Short-terms loans and advances given	Outstanding Balance Debit / (Credit) as on 31.03.2023
1	Gems Commercial Company Limited	-	400	200	(200)
2.	Little Rock Trade and Investment Limited	-	1	8,601	8,600
	Total	-	401	8801	8400

iii. Payment to KMP: Rs 10,16,000/= (Previous Year: Rs 9,50,000/=)

6. Additional regulatory information

- a The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- b The Company do have following transactions with companies struck off:

S NO	Name of the struck off Companies	Nature of Transactions with struck off Companies	Balance	Relationship with the Struck off company, if any, to be disclosed
1	M P Tobacco P Ltd	Investment in Shares	0	As Investor
2	Purni Tobacco p Ltd.	Investment in Shares	0	As Investor

- c The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period,
- d The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- e. The company have not invested during the year in any entity, hence there is no comments needed for investment beyond 2 layer.
- f. The company have not declared any dividend in the past many year and no amount is outstanding as unclaimed dividend, which needs to be transferred in IEPF.
- g. The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:



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Notes to the standalone financial statement for the year ended March 31, 2024

(All amounts are in Indian Rupees in thousands except share data and unless otherwise stated)

- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- h. The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- i. The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- j. Ratio

Statement of Ratio

	Ratio		2023-24	2022-23	Variance	Remarks
a	Current Ratio					
	Total Current Assets divided by Total Current Liabilities	Times	26.95	35.70	-25%	Due to improved management of working capital
b	Debt - Equity Ratio	Times	0.0016	0.0006	171%	
	Total Outstanding Debt divided by Shareholders fund (Equity Capital+ Other Equity)					
c	Debt Service Coverage Ratio	Times	(40.92)	3,784.12	101%	higher borrowing
	Profit before Interest, Depreciation & Taxes divided by Interest Plus					



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	repayment during the year					
d	Return on Equity Ratio Profit after tax for the year divided by Equity Capital	Percentage	65.40%	57.08%	15%	Improved profitability
e	Inventory turnover ratio, Inventory divided by turnover		NA	NA		No inventory
f	Trade Receivables turnover ratio Trade Receivables divided by turnover	Times	0.27	0.10	159%	Improved income and better management of NWC
g	Trade payables turnover ratio Trade payables divided by turnover	Times	0.01	0.02	-63%	Improved income and better management of NWC
h	Net capital turnover ratio Total Shareholders fund divided by Turnover	Times	24.29	26.94	-10%	
i	Net profit ratio Profit after Taxes divided by Turnover	Percentage	59.71%	61.44%	-3%	
j	Return on Capital employed Earning Before Interest & Taxes divided by total Assets minus current liabilities	Percentage	2.57%	2.32%	11%	Improved income and better management of NWC
k	Return on investment. Net Return on Investment divided by initial cost of investment	Percentage	4.40%	3.73%	18%	Improved return on investment



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Notes to the standalone financial statement for the year ended March 31, 2024
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7. Also no import, expenditure/earning in foreign currency during the year or during the Previous year.
8. Fair Value of the Quoted Shares is taken from the closing price of the last trading day from the Bombay Stock Exchange.
9. Fair value of the unquoted share investments are computed based on the latest available audited balance sheet of the investee companies i.e. March 31, 2022. The fair value of unquoted shares is certified by the Management as per their computation of adjusted Net worth and/ or in case of operating companies based on estimated Discounted cash flow methods. Moreover, fair value is computed at NIL value wherever there is a negative net worth or audited balance sheet of Investee Company is not available.
10. Previous year figures have been reworked, rearranged, regrouped and reclassified, wherever considered necessary.

As per our report of even date

For Rakesh K Agarwal & Co

Chartered Accountants

FRN: 033764N



(Rakesh Kumar Agarwal)

Proprietor

Membership No: 086574

UDIN No: 24086574BKFGGO8662



Mohanan Thrayil

Managing Director

DIN: 08310232



K Swaminathan

Director & CFO

DIN:08784845

For and on behalf of the board
Harvatex Engineering & Processing Co Ltd
(CIN: L28939WB1982PLC035023)



Uma Jain

Director

DIN: 08784837



Krishan Kumar Gupta

Company Secretary

M.No: F2371

Date:18/05/2024

Place: Noida

20.12 The Micro, Small and Medium Enterprises have been identified by the Company from the available information, which has been relied upon by the auditors, according to such identification, the disclosures in respect to Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 is as follows:

Particulars		Financial year 2023-2024	Financial year 2022-2023
i)	The principal amount and interest due thereon remaining unpaid to any supplier as at end of each accounting year		
	- Principal amount	NIL	NIL
	- Interest thereon	NIL	NIL
ii)	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 amount of payment made to supplier beyond the appointed day during each accounting year	NIL	NIL
iii)	The amount of interest due and payable for the year 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	NIL	NIL
iv)	The amount of interest accrued and remaining Unpaid at end of each accounting year; and	NIL	NIL
v)	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 disallowances as a deductible Expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	NIL	NIL

As per our report of even date attached

For **RAKESH K AGARWAL & CO.**

Chartered Accountants

FRN No. 033764N




(Rakesh K Agarwal)

Proprietor

M.No.: 086574

UDIN.: 24086574BKFGGO8662

For and on behalf of the Board of Directors

Harvatex Engineering & Processing Co Ltd



Mohanan Thrayil

Director

DIN :08310232



Uma Jain

Director

DIN: 08784837



Krishnan Swaminathan

Director

DIN :08784845



Krishan Kumar Gupta

Company Secretary

M.No: F2371

Place : Noida

Date : 18/05/2024