

Over a while, we have evolved and innovated continuously and transformed radically. Our brand has gained momentum and is expanding boundaries with an endeavour to distinguish us from our contemporaries. We have shown exhilarating results in terms of increased productivity and profitability.

Having a robust export reach KRISHNA is ever-growing, ready to transform with times, offering solutions for use across industries that prove its potential on the global stage.

We are here standing to evolve strong each day to unfold the opportunities that give wings to our dreams and aspirations to build a futuristic sustainable tomorrow for all.



Corporate Information



Board of Directors

Mr. Atul M. Vora
Managing Director

Mr. Sunil Kumar Bansal
Independent Director

Mr. Yogesh M. Vora
Whole Time Director

Mr. Krishna Shyamsuder Rathi
Independent Director

Mr. Prakash M. Vora
Whole Time Director

Mrs. Jaya Ankur Singhania
Women Independent Director

Mr. Jatin Langalia
Additional Director

Mr. Hemang A. Vyas
Non-Executive Director

Company PAN	GST No.	Auditors	Corporate Identity No
AACCK7702J	27AACCK7702J1ZG 24AACCK7702J1ZM	A R T H A & Associates Chartered Accountants Firm Reg. No. : 138552W	U51102MH2006PLC160204



Corporate Office	Registered Office	Factory
B-503, Sahayog, S. V. Road, Kandivali (W), Mumbai 400067	M-2, Shree Nivas, 382/384 Narshi Natha Street, Mumbai 400009	Plot No. T-75, Saykha Industrial Estate, Bharuch 392140

Bankers:

Axis Bank HDFC ICICI Bank Standard Chartered Bank

(+91) 22-6123 0222

www.kscl.co.in

sales@kscl.co.in

Accelerating Growth! Scaling New Heights!

KRISHNA at a glance

Krishna Solvechem Limited (KRISHNA), established in 2006, has evolved from a chemical and solvent dealer into a multifaceted enterprise engaged in manufacturing, trading and distribution. The company serves industries such as pharmaceuticals, agrochemicals and intermediates, offering over 200 products. KSCL is an authorized agent for several major chemical firms and exports to countries including China, Japan, Brazil and regions in Africa. Its manufacturing facility boasts an annual capacity of 4,800 tons, supported by advances R&D infrastructure. KSCL emphasizes sustainability, environmental responsibility and social impact.

The Company maintains a strong equity base and continue to invest in R&D and global outreach. Its motto, "Chemistry with Commitment," reflects a blend of technical expertise and ethical responsibility.

Market Leadership

KRISHNA SOLVECHEM LIMITED (KRISHNA) holds a niche yet growing position in India's chemical sector, with a diversified portfolio of over 200 products - including primary and secondary amines, organic and inorganic halides, solvents and intermediates. Krishna has built a strong domestic distribution network and maintains relationships with top-tier clients.

Its modest scale of operations is offset by a comfortable capital structure and a customer-centric approach. The company's recent move into manufacturing is expected to enhance its competitiveness and expand its footprint in the India market. Krishna's steady growth, innovation focus and ethical branding positing it as a resilient mid-tier player with upward potential.





MISSION

VALUES

VISION

Mission

Laying the foundation for innovative high quality products and solution we serve as responsible renouncing specialist recognized for Commitment, Efficiency and Reliability. complex and challenging. With zeal to invest in enhancing capabilities germinating in our minds we have journeyed all these years establishing relationships with marques customers. Whilst growing our enterprise we are motivated to make India self-reliant practising stability and adapting sustainability.

Vision

KRISHNA thrives to rank as a preferred supplier of Chemicals and achieve total customer satisfaction, practising confidentiality, with due diligence proactively promoting ethical behaviour in work acting honestly and responsibility in all walks of business and live.

Ethos and Values

Not long ago the concerns of ecologists were as irrelevant to business planners as those of ethicists are today. "Green" has gone from being a disparagement to becoming a badge that no smart company would risk being without. Ethics are similarly en route to becoming a strategic imperative.

John Dalla Costa

Maintaining integrity in the market we have ventured into the area considered complex and challenging. With zeal to invest in enhancing capabilities germinating in our minds we have journeyed all these years establishing relationships with marquee customers. Whilst growing our enterprise we are motivated to make India self-reliant practising stability and adapting sustainability.



Chairman's Message

On behalf of the Board of Directors and Management at Krishna Solvechem Ltd., I, the group's Chairman, feel pleased to present the year in review.

Our achievements and profits for the year

We believe consistency is the key to surviving in an unforeseen business environment. A firm's ability to respond to such calamities explains its agility and perseverance. Our growth in the market for the past year distinguishes us from our contemporaries. We have yet again lived up to our reputation in the chemical raw materials business and have shown exhilarating results in increased productivity and profitability.

We are delighted to inform all our shareholders & reputed investors that despite a steep fall in the demand across segment, despite heavy on shelf inventory & China heavily pushing to acquire the lost ground, we have maintained a top line, total revenue Rs. 22134.10 Lakhs & have managed PAT 41.92 Lakhs. Export stood at 1101.75 Lakhs.

Our Speciality

Our manufacturing specialization involved producing chemical products in various segments like Speciality Chemicals, Chemical Intermediates, Agro chemicals, etc. We have maintained our streak of expertise in the industry. Our outstanding technical abilities, understanding of complex chemicals and long-term commitment strengthen our manufacturing distributional capabilities. We are laying roots for development in newer segments by planning accentuating ventures and robust enhancing processes to create value for our customers and shareholders.

Over vision of growth and sustainability

KRISHNA's vision is to commemorate itself as the preferred supplier of Chemical raw materials and achieve maximum customer satisfaction by being the best in the market. As a part of our strategy to do the same, we aim towards relenting.

On high-quality manufacturing and operations of our products. We practice sustainability as our motto to give back to society in the best way possible. Our ESG of chemical business has given our agenda Chemistry with Commitment.

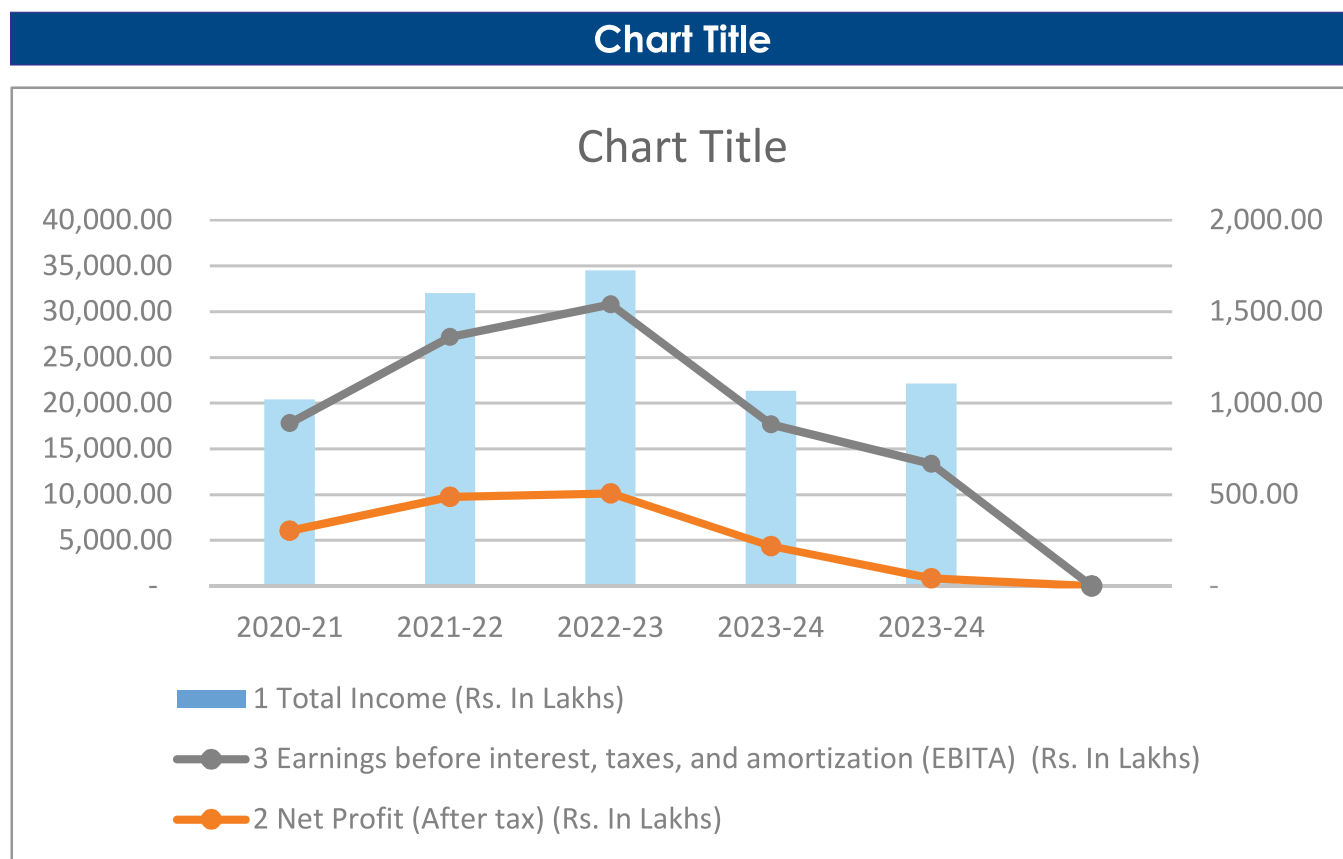
After years of surviving in this industry, proving our mettle has not been an easy task. We have polished our technique and have delivered noticeable results by maintaining higher efficiency than our contemporaries and plan to continue to do so. We have always prioritized quality over numerical values and have equipped our team to be the best in the lot. With your rigorous support, we aim to move forward and embark on a path of excellence and creativity.

We foresee 10% growth in the top line and in the export revenue in the next financial year. Expanding our geographical outreach and new industries being advanced to expand manufacturing and exports of finished goods we thrive to grow steadily across worldwide focussing on ethics, compliance and transparency.

Atul Vora
Chairman

5 years Financial highlighted

Sr. No.	Particulars	2020-21	2021-22	2022-23	2023-24	2024-25
1	Total Income From Operation	20,396.42	32,065.26	34,512.69	21,352.95	22,134.10
2	Earnings before interest, taxes and amortization (EBITA)	587.40	872.93	1,032.74	665.09	625.55
3	Net Profit for the period (Before Tax and Exceptional Items)	428.39	667.92	680.21	307.65	35.28
4	Net Profit (After Tax)	303.03	488.31	507.13	217.78	41.92
5	Total Comprehensive Income	303.03	488.31	507.13	217.78	41.92
6	Paid up Equity Share Capital	445.16	445.16	445.16	445.16	445.16
7	Other Equity	2,183.54	2,671.85	3,178.98	3,396.76	3,438.67
8	EPS					
a	Basic	6.81	10.97	11.39	4.89	0.94
b	Diluted	6.81	10.97	11.39	4.89	0.94
		2020-21	2021-22	2022-23	2023-24	2024-25
	Total Income (Rs. In Lacs)	20,396.42	32,045.26	34,512.49	21,352.95	22,134.10
	Net Profit (After Tax) (Rs. in Lacs)	303.03	488.31	507.13	217.78	41.92
	Earnings before interest, taxes and amortization (EBITA) (Rs. in Lakhs)	587.40	872.93	1,032.74	665.09	625.55



Overview of the Market



The Indian chemical market presents a promising landscape for (KRISHNA), especially in the specialty and industrial chemicals segment.

India's chemical industry is valued at over US\$ 220 billion, projected to reach US\$ 300 billion by 2030 and US\$ 1 trillion by 2040. While the global market is valued at \$904.6 billion in 2024, the market is projected to reach \$1.29 trillion by 2034, growing at a CAGR of 3.66%.

This segment, where KRISHNA is active, is expected to grow at a CAGR of 11-12%, outpacing China and increasing India's global share from 3% to 6% by 2026.

Asia-Pacific dominates with over 46% market share, led by China and India's industrial growth. The U.S. and Germany are innovation hubs, especially in pharmaceuticals and electronics.

With global push to de-risk supply chains from China. Rising demand from end-user industries. (e.g. food processing, personal care, pharma) and export potential position, KRISHNA to scale operations and deepen market penetration.

Still, with India's chemical sector booming and demand for specialty chemicals rising, KRISHNA has room to grow- especially if it continues investing in manufacturing and sustainability.

Krishna Sustainability



Sustainability has been our way of live since our inception. We exercise environment friendly socially inclusive healthy occupation practices to sustain human life. To Foster economic growth and global environment we have identified issued related to hazardous chemicals and seek ways to envisage a world in which every country enjoys sustained, inclusive and sustainable economic growth. With an integrated approach to societal concerns the use of child labour been forbidden across all our walks of life.

Environment, Social and Governance

The world is on the verge of hitting masses through decarbonisation. What better way to establish a centre stage in society than to practice sustainable development in something omnipresent for all? If we talk about sustainability as a factor determining the growth of the chemical business industry worldwide, we can point to customer awareness and investor interest as a part of the growing regulations and stringent opportunities to indicate energy-intensive operations. A great suspicion to environment, society and governance is leading to the linkage between the social concerns rising in the world and improper techniques of waste disposal used all across the globe.

Let's read ahead to find how the chemical industry has reassessed its contribution to the global carbon footprint by changing a few of its business practices and adoption new ESG strategies.

The ESG Risk Analysis

According to the industry reports published by various trusted sources in the past few years, it has been

observed that a high variety of chemical companies are shifting to a phase of environment exposure buy mitigating the impact of the carbon footprint that they leave behind due to excess productions of raw materials and toxic polluting agents. The trend focuses on the set of consumers demanding products that are induced by a share of global emissions at the maximum. Hydrocarbons are being relied upon the most and are the main emulator of scope three matters that accounts for 50% of the total emission as per the 2021 report of the global share of carbon emissions.

Implication of ESG as Environment Exposures

The world is now changing, however KRISHNA from its inception realised the necessity to innovate and regulate the need to practice sustainability-driven-practice as a whole. At KRISHNA we make sure that all technological advancements were driven to environmental concerns to initiate the level of innovation and regulation in the industry.

KRISHNA has implemented sound business ethics and board diversity across all business dealings while striving to make a profit amid rising inflation, and uncertain demand.

Expanding our Footprint

KRISHNA is omnipresent easy to access and reach constantly evolving and thriving to expand our reach across industries, innovating new molecules in our portfolio.

Our reach

We are a proactive manufacturing specialist; we export chemicals, dyes, bulk, drugs to our reliable connections across the globe with a penchant for highest quality, sustainable industrial operational excellence and customer advocacy.





Factory at Saykha



Corporate Social Responsibility

KRISHNA believes that education & health are key to a brighter future of our country. Keeping this in mind, we organized a book distribution programme, which was attended by 270 students and free medical camp attended by many.

CSR Activities conducted

Blood Donation Camp | Book Distribution | Medical Camp



Corporate Events



Independence day celebration



Fun Activity



Exhibition



Cultural Fox



Leisure

NOTICE

Notice is hereby given that the **19th** Annual General Meeting of the members of Krishna Solvechem Limited will be held on Saturday 28th June, 2025 at 11.00 a.m. at B/503, Sahyog, S V Road, Kandivali (West), Mumbai –400 067, to transact the following:

ORDINARY BUSINESS

1. To receive, consider, approve and adopt the Audited Balance Sheet for the period ending on 31st March 2025 and the Profit and Loss Account for the year ended as on that date along with the Reports of the Directors and the Auditors thereon.
2. To appoint a director in place of Mr. Atul Vora (DIN: 00014989), who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

3. To consider the re-appointment of Mr. Atul Vora (DIN: 00014989) as Managing Director of the Company,

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

“RESOLVED THAT pursuant to the provisions of Section 197, 198 and 203, read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactments thereof, for the time being in force) consent of the Members be and is hereby accorded for the appointment of Mr. Atul Manmohan Vora as Managing Director for a period of three years from 1st April, 2025 to 31st March, 2028 and the remuneration and perquisites payable to him shall be as under:

Overall Remuneration

Subject to the provisions of Sections 197, 198 read with Schedule V and other provisions applicable of Companies Act, 2013 if any, the remuneration payable to Mr. Atul Vora, Managing Director, in any financial year shall not exceed 5% (Five percent) of the net profits of the Company and in any case of inadequate profit remuneration in excess of the above limits may be paid if the resolution approved by special resolution.

Minimum Remuneration

Will be according to the applicable provisions of Schedule V of the Companies Act, 2013. Within the aforesaid ceiling, the remuneration payable (except the Commission) to Mr. Atul Vora, Managing Director, shall be as follows:

Salary, Perquisites and Allowances

Salary up to Rs. 3,00,00,000/- p.a. in the form and manner as may be mutually decided between the Company and Mr. Atul Vora. The limit of Rs. 3 Crores shall be inclusive of all perquisites and allowances except those specifically excluded as per Schedule V of the Act.

Commission

As decided by the Board of Directors at the time of adoption of accounts but not exceeding the ceiling in respect of overall remuneration as prescribed under Section 197 and 198 of the Companies Act, 2013.

Other Term and Conditions

- i) Contribution to Provident Fund, superannuation fund or annuity fund to the extent the same are not taxable under the Income Tax Act.
 - ii) Gratuity as per the provisions of the Payment of Gratuity Act or as per the gratuity scheme of the company, whichever is higher.
 - iii) Unavailed Leaves to be allowed to be encashed as per the rules of the Company.
 - iv) Provision of company car with driver for use on Company's business.
 - v) Provision of telephone at residence at company's cost.
 - vi) Provision of Mobile Phone for business use.
 - vii) Leave as per rules in force in the company from time to time.
 - viii) Reimbursement of Expenses done for business purposes of Company.
4. To consider the re-appointment of Mr. Prakash Vora (DIN: 01484978) as Wholetime Director of the Company

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

"RESOLVED THAT pursuant to the provisions of Section 197, 198 and 203, read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactments thereof, for the time being in force) consent of the Members be and is hereby accorded for the appointment of Mr. Prakash Manmohan Vora as Whole Time Director for a period of three years from 1st April, 2025 to 31st March, 2028 and the remuneration and perquisites payable to him shall be as under:

Overall Remuneration

Subject to the provisions of Sections 197, 198 read with Schedule V and other provisions applicable of Companies Act, 2013 if any, the remuneration payable to Mr. Prakash Manmohan Vora, Whole Time Director, in any financial year shall not exceed 5% (Five percent) of the net profits of the Company and in any case of inadequate profit remuneration in excess of the above limits may be paid if the resolution approved by special resolution.

Minimum Remuneration

Will be according to the applicable provisions of Schedule V of the Companies Act, 2013. Within the aforesaid ceiling, the remuneration payable (except the Commission) to Mr. Prakash Manmohan Vora, Whole Time Director, shall be as follows:

Salary, Perquisites and Allowances

Salary up to Rs. 2,50,00,000/- p.a. in the form and manner as may be mutually decided between the Company and Mr. Prakash Manmohan Vora. The limit of Rs. 2.50 Crores shall be inclusive of all perquisites and allowances except those specifically excluded as per Schedule V of the Act.

Commission

As decided by the Board of Directors at the time of adoption of accounts but not exceeding the ceiling in respect of overall remuneration as prescribed under Section 197 and 198 of the Companies Act, 2013.

Other Term and Conditions

- i) Contribution to Provident Fund, superannuation fund or annuity fund to the extent the same are not taxable under the Income Tax Act.
- ii) Gratuity as per the provisions of the Payment of Gratuity Act or as per the gratuity scheme of the company, whichever is higher.
- iii) Unavailed Leaves to be allowed to be encashed as per the rules of the Company.
- iv) Provision of company car with driver for use on Company's business.
- v) Provision of telephone at residence at company's cost.
- vi) Provision of Mobile Phone for business use.
- vii) Leave as per rules in force in the company from time to time.
- viii) Reimbursement of Expenses done for business purposes of Company.
- ix) Appointment Letter to be issued to Mr. Prakash Manmohan Vora, Whole Time Director which shall include terms and conditions along with remuneration details.

5. To consider the re-appointment of Mr. Yogesh Vora (DIN: 00014993) as Wholetime Director of the Company,

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

"RESOLVED THAT pursuant to the provisions of Section 197, 198 and 203, read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactments thereof, for the time being in force) consent of the Members be and is hereby accorded for the appointment of Mr. Yogesh Manmohan Vora as Whole Time Director for a period of three years from 1st April, 2025 to 31st March, 2028 and the remuneration and perquisites payable to him shall be as under:

Overall Remuneration

Subject to the provisions of Sections 197, 198 read with Schedule V and other provisions applicable of Companies Act, 2013 if any, the remuneration payable to Mr. Yogesh Manmohan Vora, Whole Time Director, in any financial year shall not exceed 5% (Five percent) of the net profits of the Company and in any case of inadequate profit remuneration in excess of the above limits may be paid if the resolution approved by special resolution.

Minimum Remuneration

Will be according to the applicable provisions of Schedule V of the Companies Act, 2013. Within the aforesaid ceiling, the remuneration payable (except the Commission) to Mr. Yogesh Manmohan Vora, Whole Time Director, shall be as follows:

Salary, Perquisites and Allowances

Salary up to Rs. 2,50,00,000/- p.a. in the form and manner as may be mutually decided between the Company and Mr. Yogesh Manmohan Vora. The limit of Rs. 2.50 Crores shall be inclusive of all perquisites and allowances except those specifically excluded as per Schedule V of the Act.

Commission

As decided by the Board of Directors at the time of adoption of accounts but not exceeding the ceiling in respect of overall remuneration as prescribed under Section 197 and 198 of the Companies Act, 2013.

Other Term and Conditions

- i) Contribution to Provident Fund, superannuation fund or annuity fund to the extent the same are not taxable under the Income Tax Act.
- ii) Gratuity as per the provisions of the Payment of Gratuity Act or as per the gratuity scheme of the company, whichever is higher.
- iii) Unavailed Leaves to be allowed to be encashed as per the rules of the Company.
- iv) Provision of company car with driver for use on Company's business.
- v) Provision of telephone at residence at company's cost.
- vi) Provision of Mobile Phone for business use.
- vii) Leave as per rules in force in the company from time to time.
- viii) Reimbursement of Expenses done for business purposes of Company.
- ix) Appointment Letter to be issued to Mr. Yogesh Manmohan Vora, Whole Time Director which shall include terms and conditions along with remuneration details.

By order of the Board of Directors,

ATUL MANMOHAN VORA

Managing Director

DIN: 00014989

Registered office:

M-2, Srinivas Bldg., 382/384,

Narshi Natha Street Mumbai-400009

Place: Mumbai

Date : 31st May, 2025

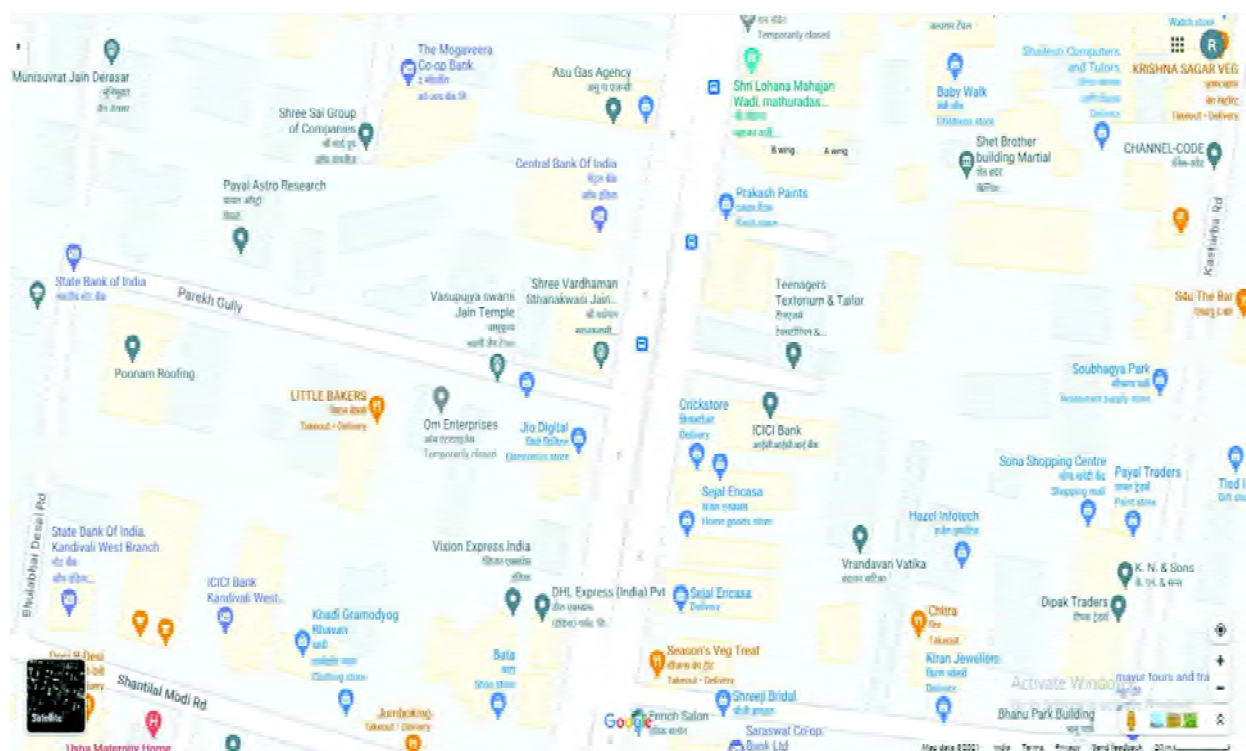
NOTES FOR MEMBERS' ATTENTION:

1. A member entitled to attend and vote at the annual general meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself/herself and the proxy need not be a member.
2. The proxy in order to be effective should be lodged with the company at least 48 hours before the commencement of the meeting. a proxy so appointed shall not have any right to speak at the meeting. blank proxy form is enclosed.

Pursuant to the provisions of section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total paid up share capital of the Company. A member holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member.

3. A statement setting out the material facts pursuant to section 102 of the Companies Act, 2013 in respect of the special business is attached herewith.
4. Members seeking any information with regard to the accounts or any matters to be placed at the AGM, are requested to submit their question in advance 7 days before the AGM at the Company's email address i.e.cs@kscl.co.in. The same shall be taken up in AGM and replied by the Company suitably.
5. Members/Proxies and authorized signatories should bring the attendance slip duly filled in for attending the meeting.
6. In case of joint holder attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
7. Pursuant to Section 101 of the Companies Act, 2013 read with relevant Rules made there under, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail addresses either with the Company or with the Depository. Members who have not registered their e-mail addresses so far are requested to register their e-mail address so that they can receive the Annual Report and other communication from the Company electronically. Members holding shares in demat form are requested to register their e-mail address with their Depository Participant(s) only.
8. The Company has established connectivity with the National Securities Depository Limited (NSDL). The International Securities Identification Number (ISIN) of the Company is **INE07L601018**. The Members desirous of converting his/her physical holding into dematerialized form can avail the demat services by contacting Company or MUFG Intime India Private Limited the Registrar and Transfer Agents of the Company for assistance in this regard. The dematerialized mode of holding of shares will eliminate all risk associated with physical shares and will facilitate ease of portfolio management.
9. Members are requested to note the Address of Company's Registrar & Transfer Agent as under:
MUFG INTIME INDIA PRIVATE LIMITED
C-101,Embassy 247, LBS.Marg,
Vikhroli (West),MUMBAI - 400083
10. The Route map of the venue of the meeting is appended along with the notice pursuant to para 1.2.4 of the secretarial standard.

Route Map for Venue of the Annual General Meeting



A STATEMENT SETTING OUT THE MATERIAL FACTS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 IN RESPECT OF THE SPECIAL BUSINESS IS ATTACHED HERewith THE NOTICE.

ITEM NO. 3

The Nomination and Remuneration Committee at its meeting held on 29th March, 2025 and the Board at its meeting held on the same day had approved the appointment of Mr. Atul Vora (DIN: 00014989) as Managing Director for a further period of 3 years i.e. from 1st April, 2025 to 31st March, 2028 on the remuneration and terms and conditions as recommended by the Nomination and Remuneration Committee of the Board.

The information required to be furnished under Statement under proviso (ii) of Part B of Section II of Schedule V to the Companies Act, 2013 is given hereunder:

I General Information:

1 Nature of industry:	Chemical														
2 Date or expected date of Commencement of commercial production:	The Company was incorporated on March 2, 2006														
3 In case of new company, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Not Applicable														
4 Financial Performance based on given indicators	For the year ended March 31, 2025 <table> <tr> <th>Particulars</th><th>Rupees (in lakhs)</th></tr> <tr> <td>Revenue from Operations (Gross)</td><td>22,001.71</td></tr> <tr> <td>Other Income</td><td>132.39</td></tr> <tr> <td>Total Income</td><td>22,134.10</td></tr> <tr> <td>Total Expenditure</td><td>22,098.82</td></tr> <tr> <td>Profit/(Loss) before Tax</td><td>35.28</td></tr> <tr> <td>Profit/(Loss) after Tax</td><td>41.92</td></tr> </table>	Particulars	Rupees (in lakhs)	Revenue from Operations (Gross)	22,001.71	Other Income	132.39	Total Income	22,134.10	Total Expenditure	22,098.82	Profit/(Loss) before Tax	35.28	Profit/(Loss) after Tax	41.92
Particulars	Rupees (in lakhs)														
Revenue from Operations (Gross)	22,001.71														
Other Income	132.39														
Total Income	22,134.10														
Total Expenditure	22,098.82														
Profit/(Loss) before Tax	35.28														
Profit/(Loss) after Tax	41.92														
5 Foreign investments or collaborations	None														

II Information about the appointee

1 Background details:	Mr. Atul Vora has completed Bachelor of Commerce from Mumbai University and associated with the Company since incorporation of the Company and has built the Company from ground up.								
2 Past remuneration:	<table> <tr> <th>Year</th><th>Total Annual Remuneration</th></tr> <tr> <td>2024-2025</td><td>Rs. 14,80,000/-</td></tr> <tr> <td>2023-2024</td><td>Rs. 39,00,000/-</td></tr> <tr> <td>2022-2023</td><td>Rs. 1,68,50,000/-</td></tr> </table>	Year	Total Annual Remuneration	2024-2025	Rs. 14,80,000/-	2023-2024	Rs. 39,00,000/-	2022-2023	Rs. 1,68,50,000/-
Year	Total Annual Remuneration								
2024-2025	Rs. 14,80,000/-								
2023-2024	Rs. 39,00,000/-								
2022-2023	Rs. 1,68,50,000/-								
3 Recognition or rewards:									
4 Job profile and his suitability:	Job Profile: Responsible for overseeing the overall business operations, ensuring efficiency, profitability, scalability, and productivity across all departments, managing key relationships, strategic direction, and Management of the Company. Suitability: Mr. Atul Vora has been associated with the Company since incorporation and has played pivotal role in up trading channels as well as establishing and commencement of the new manufacturing plant.								
5 Remuneration proposed:	up to Rs. 3,00,00,000/- p.a.								
6 Comparative remuneration profile with respect to industry, size of the Company, profile of the person and positions:	Mr. Atul Vora is a professional who attends the affairs of the Company on regular basis and managing office as well as factory visits. Taking into consideration the remuneration paid to Managing Directors in Chemical Industry, the size of the Company, the proposed remuneration is commensurate with the qualification and rich experience of Mr. Atul Vora.								

7 Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any. Mr. Atul Vora holds 28,56,591 Equity Shares in the Company. Mr. Prakash Vora and Mr. Yogesh Vora are his relatives.

Other Information

1 Reasons of loss or inadequate profits	Increase In amount of depreciation due to commencing of Manufacturing unit resulting in non-cash loss.
2 Steps taken or proposed to be taken for improvement	Improvement- constant financial controls to ensure minimal bad debts, introduction of various insurance policies to cover risk Constant training for upliftment of work force and work culture. New products to increase revenues
3 Expected increase in productivity and profits in measurable terms	Steady growth of 7 to 8 percent in revenue.

Mr. Atul Vora is responsible for day-to-day management of the Company subject to the direction and control of the Board of Directors. He is also responsible for performing such other duties as may from time to time be entrusted by the Board of Directors. Keeping in view of the services and extensive experience and growth it would be in the interest of the Company to re-appoint Mr. Atul Vora as Managing Director of the Company.

Your Directors recommend the resolution set out in Item No. 3 of this AGM Notice to the Members for their consideration and approval.

None of the Promoters, Director of the Company or their relative are in any way concerned or interested, financially or otherwise, in the resolution except Mr. Atul Vora to the extent of his shareholding, Mr. Prakash Vora and Mr. Yogesh Vora as relatives.

ITEM NO. 4

The Nomination and Remuneration Committee at its meeting held on 29th March, 2025 and the Board at its meeting held on the same day had approved the appointment of Mr. Prakash Vora (DIN: 01484978) as Wholtime Director for a further period of 3 years i.e. from 1st April, 2025 to 31st March, 2028 on the remuneration and terms and conditions as recommended by the Nomination and Remuneration Committee of the Board.

I General Information:

1 Nature of industry:	Chemical														
2 Date or expected date of Commencement of commercial production:	The Company was incorporated on March 2, 2006														
3 In case of new company, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Not Applicable														
4 Financial Performance based on given indicators	For the year ended March 31, 2025														
	<table> <tr> <th>Particulars</th><th>Rupees (in lakhs)</th></tr> <tr> <td>Revenue from Operations (Gross)</td><td>22,001.71</td></tr> <tr> <td>Other Income</td><td>132.39</td></tr> <tr> <td>Total Income</td><td>22,134.10</td></tr> <tr> <td>Total Expenditure</td><td>22,098.82</td></tr> <tr> <td>Profit/(Loss) before Tax</td><td>35.28</td></tr> <tr> <td>Profit/(Loss) after Tax</td><td>41.92</td></tr> </table>	Particulars	Rupees (in lakhs)	Revenue from Operations (Gross)	22,001.71	Other Income	132.39	Total Income	22,134.10	Total Expenditure	22,098.82	Profit/(Loss) before Tax	35.28	Profit/(Loss) after Tax	41.92
Particulars	Rupees (in lakhs)														
Revenue from Operations (Gross)	22,001.71														
Other Income	132.39														
Total Income	22,134.10														
Total Expenditure	22,098.82														
Profit/(Loss) before Tax	35.28														
Profit/(Loss) after Tax	41.92														
5 Foreign investments or collaborations	None														

II Information about the appointee

1 Background details:	He has completed Bachelor of Commerce from Mumbai University and has 36 years of experience with rich knowledge of compliances across spectrum.								
2 Past remuneration:	<table> <tr> <th>Year</th><th>Total Annual Remuneration</th></tr> <tr> <td>2024-2025</td><td>Rs. 11,18,000/-</td></tr> <tr> <td>2023-2024</td><td>Rs. 26,00,000/-</td></tr> <tr> <td>2022-2023</td><td>Rs. 1,13,00,000/-</td></tr> </table>	Year	Total Annual Remuneration	2024-2025	Rs. 11,18,000/-	2023-2024	Rs. 26,00,000/-	2022-2023	Rs. 1,13,00,000/-
Year	Total Annual Remuneration								
2024-2025	Rs. 11,18,000/-								
2023-2024	Rs. 26,00,000/-								
2022-2023	Rs. 1,13,00,000/-								
3 Recognition or rewards:									
4 Job profile and his suitability:	Job Profile: Day-to-day operations and Compliances Suitability: He has been associated with the Company since incorporation with in-depth knowledge of business as well as								

INDEPENDENT AUDITOR'S REPORT

The
Members of
KRISHNA SOLVECHEM LIMITED

Opinion

We have audited the financial statements of **KRISHNA SOLVECHEM LIMITED**, which comprise the Balance Sheet as at 31st March 2025, the Statement of Profit and Loss and Cash Flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its Profit and its cash flows for the year ended on that date.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's Report including Annexures to the Board's Report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Basis for Opinion

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

Key Audit Matter

Key Audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements for the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report but does not include the financial statements and our auditor's report thereon.

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash

flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The Management of the company is primarily responsible for Audit Trail Compliance.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the benefits of public interest of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet and Statement of Profit and Loss dealt with by this Report agree with the books of account.
 - d. In our opinion the aforesaid financial statements comply with Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2025, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025, from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting, and
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, no remuneration is paid by the Company to its directors during the year and hence the provision of section 197 of the Companies Act is not applicable.
 - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact on its financial position.
 - ii. The Company does not have any long-term contracts requiring a provision for material foreseeable losses.
 - iii. The Company does not have any amounts required to be transferred to the Investor Education and Protection Fund.
 - iv.
 - (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) of Companies (Audit and Auditors) Rule, 2014, as provided under (a) and (b) above, contain any material misstatement.
 - v. The Company has not paid any dividend during the year and hence the provisions of section 123 of the Companies Act 2013 are not applicable.
 - vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of accounts for the financial year ended March 31, 2025, which has a feature of recording audit trail (edit log)

facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

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

For A R T H A & Associates

Chartered Accountants

Firm Reg. No: 138552W

Sd/-

Ankit P. Sanghavi

Partner

Membership Number:131353

UDIN: 25131353BMOMJJ9383

Place: Mumbai

Date: 31.05.2025

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

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

- (i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - A. The Company has maintained proper records showing full particulars, including quantitative details and the situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - B.
 - a) The Company does not have any intangible assets and hence reporting under clause 3 (i) (B) (a) is not applicable.
 - b) The Company has carried out physical verification of property, plant and equipment during the year in phased periodical manner, which in our opinion is reasonable having regard to the size of the Company and nature of its assets. No material discrepancies were noticed on such physical verification.
 - c) The title deeds of Immovable properties are held in the name of the company.
 - d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) during the year.
 - e) No proceedings have been initiated during the year or are pending against the Company as of March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii)
 - (a) The Management has conducted physical verification of inventory (excluding inventories in transit) at reasonable intervals during the year and year and discrepancies are less than 10% in Aggregate for each class of inventory. In our opinion, the frequency of verification is appropriate.
 - (b) The Company has been sanctioned working capital limits in excess of Rs. Five Crores in aggregate from banks and/or financial institutions during the year on the basis of security of current assets of the company. The quarterly return/statements filed by the company with such banks and financial institutions are in agreement with the books of accounts of the company.
- (iii) The Company has not provided any guarantee or security, nor made any investments nor granted loans and advances in the nature of loans to companies, firms, limited liability partnerships or any other parties during the year and thus clause 3(iii)(a),(c), (d), (e),(f) of the order is not applicable.
- (iv) In our opinion, according to information and explanation given to us and based on audit procedures conducted by us, the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans and advances granted and investments made are not applicable to the company. The Company has not given any guarantees and security to any parties during the year. Accordingly, the requirement to report on clauses 3(iv) of the order is not applicable to the company.
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) It has been explained to us that the maintenance of any cost records has not been prescribed u/s 148(1) of the Act.
- (vii) According to the information and explanations given to us and according to the books and records as produced and examined by us, in our opinion;
 - (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including good and services tax, provident fund, employees state insurance, income-tax, Sales-tax, Service tax, Duty of customs and other statutory dues applicable to it.
 - (b) According to the information and explanation given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period more than six months from the date they became payable.
 - (c) According to the information and explanations given to us and the records of the company examined by us, the statutory dues related to goods and services tax, provident fund, employees state insurance, sales-tax, service-tax, duty of custom,

duty of excise, value added tax, Cess, and other statutory dues have not been deposited on account of any dispute, are as follows:

Name of the statute	Nature of Dues	Amount (in Lakhs)	Period to which the amount relates	Forum where the dispute is pending
MVAT 2002	VAT	1.34	FY 2016-17	JC Appeals

- (viii) The company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the income tax Act, 1961 (43 of 1961) as income during the year. Accordingly, the requirement to report on clauses 3(viii) of the order is not applicable to the company.
- (ix) (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The company has not been declared a willful defaulter by any bank financial institution or government authority.
- (c) In our opinion, and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) On an overall examination of the financial statements of the company. Funds raised on a short-term basis have, primarily, not been used during the year for long-term purposes by the company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under companies Act, 2013
- (f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies (as defined under companies Act, 2013)
- (x) (a) In our opinion and according to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) In our opinion and according to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) (a) During the course of our examination of the books and records of the company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the company or on the company, noticed or reported during the year, nor have been informed of any such case by the management.
- (b) In our opinion no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) In our opinion and according to the information and explanations given to us and on the basis of our audit procedures, we report that no whistle-blower complaints were received during the year, by the company.
- (xii) The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable.
- (xiii) In our opinion, and according to the information and explanations and records made available to us by the company and audit procedures performed by us, all transactions with related parties are in compliance with section 177 & 188 of the Companies Act, 2013. The details of transactions during the year have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) a) In our opinion and based on our Examination, the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit report for the year under audit, issued to the company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) According to the information and explanations given to us, in our opinion, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act 2013 are not applicable.

- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) and (b) of the Order is not applicable.
- (b) The company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any Core Investment Companies (CICs.)
- (xvii) The company has not incurred cash losses in the current financial year. In the immediately preceding financial year, the company had not incurred cash losses.
- (xviii) During the year there has been no change in auditor. Therefore clause (xviii) of paragraph 3 of the Order is not applicable.
- (xix) According to information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) In our opinion, and according to the information and explanations given to us, in respect of other than ongoing projects, there is an unspent amounts that are to be transferred to a fund specified in schedule VII of the companies Act (the Act). In compliance with second proviso to sub section 5 of section 135 of the Act.
- (b) In our opinion, and according to the information and explanations given to us, there are no unspent amounts in respect of ongoing projects that are required to be transferred to a special account in compliance of provision of sub section (6) of section 135 of companies Act.
- (xxi) In our opinion, and according to the information and explanation given to us, there is no subsidiary company and hence, clause (xxi) of the order is not applicable.

For A R T H A & Associates

Chartered Accountants

Firm Reg. No: 138552W

Sd/-

Ankit P. Sanghavi

Partner

Membership Number:131353

UDIN: 25131353BMOMJJ9383

Place: Mumbai

Date: 31.05.2025

“Annexure – B” to the Independent Auditors' Report

REPORT ON THE INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING UNDER CLAUSE (1) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 (“THE ACT”)

We have audited the internal financial controls over financial reporting of KRISHNA SOLVECHEM LIMITED (“the company”) as of March 31, 2025, in conjunction with our audit of the financial statement of the company for the period ended on the date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

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

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standard on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the Guidance Note require that we obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, to the best of our information and according to the explanations given to us, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the company considering the essential by the components of internal stated in the Guidance Note.

For A R T H A & Associates

Chartered Accountants

Firm Reg. No: 138552W

Sd/-

Ankit P. Sanghavi

Partner

Membership Number:131353

UDIN: 25131353BMOMJJ9383

Place: Mumbai

Date: 31.05.2025

BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH, 2025

(₹ in Lakhs)

Particulars	Note No.	As at 31st March, 2025	As at 31st March, 2024
EQUITY AND LIABILITIES			
Assets			
I) Non-Current Assets			
(a) (i) Property, Plant and Equipment	1	3212.54	808.45
(ii) Capital Work in Progress		0.00	816.70
(b) Non- Current Investments	2	0.05	0.05
(d) Long Term Loans & Advances	3	86.38	30.19
Total of Non-Current Assets	A	3298.97	1,655.39
II) Current Assets			
(a) Inventories	4	1063.99	981.58
(b) Trade Receivables	5	6053.06	6,036.18
(c) Cash and Cash Equivalent	6	613.44	523.43
(d) Short term Loans & Advances	7	621.84	926.25
Total Current Assets	B	8352.33	8467.44
Total Assets	(A+B)	11,651.30	10,122.83
EQUITY AND LIABILITIES			
I) Equity			
(a) Share Capital	8	445.16	445.16
(b) Other Equity	9	3438.67	3,396.76
Total Equity	C	3883.83	3,841.92
Liabilities			
II) Non- Current Liabilities			
(a) Long term Borrowings	10	964.67	360.56
(c) Deferred Tax Liability	11	7.00	9.12
(b) Long Term Provision	12	20.63	18.12
Total Non- Current Liabilities	D	992.30	387.80
3) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	13	2762.07	2,650.92
(ii) Trade Payable	14	3121.81	2,511.54
(b) Other Current Liabilities	15	882.95	726.48
(c) Short Term Provisions	16	8.34	4.17
Total Current Liabilities	E	6,775.17	5,893.11
Total Equity and Liabilities	(C+D+E)	11,651.30	10,122.83
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS	25		

The Notes referred to above form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For A R T H A & Associates.

Chartered Accountants

FRN : 138552W

For and on behalf of the Board

Ankit P. Sanghavi

Partner

Membership No. : 131353

UDIN -

Atul Vora

Managing Director

DIN - 00014989

Prakash Vora

Whole Time Director

DIN - 01484978

Place : Mumbai.

Date : 31/05/2025

Place : Mumbai

Date : 31/05/2025

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2025

(₹ in Lakhs)

Particulars	Note No.	For the year ended 31st March, 2025	For the year ended 31st March, 2024
Revenue from Operations	17	22,001.71	21,259.99
Other Income	18	132.39	92.96
Total Revenue	(A)	22,134.10	21,352.95
Expenses:			
Purchases of Stock -in-Trade	19	20,472.38	19,242.41
Changes in Stock-in-Trade	20	(82.41)	172.64
Employee Benefits Expense	21	291.65	287.54
Finance Costs	22	466.91	473.92
Depreciation and amortisation	1	170.39	19.87
Other Expenses	23	779.90	860.76
Total Expenses	(B)	22,098.82	21,057.14
Profit before exceptional and extraordinary items and tax	(A-B)	35.28	295.81
Exceptional Items			
Profit before extraordinary items and tax		35.28	295.81
Profit before tax		35.28	295.81
Tax expense:			
Current Tax		–	77.22
Deferred Tax		(2.12)	0.78
Income Tax of earlier year		(4.53)	0.03
Profit (Loss) for the year		41.92	217.78
EARNING PER SHARE			
Basic (F. V. of ₹ 10 each)		0.94	4.89
Diluted (F. V. of ₹ 10 each)		0.94	4.89
SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS	25		

The Notes referred to above form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For A R T H A & Associates.

Chartered Accountants

FRN : 138552W

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Whole Time Director

DIN - 01484978

Place : Mumbai.

Date : 31/05/2025

Place : Mumbai

Date : 31/05/2025

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2025		For the year ended 31st March, 2024	
	Rs.	Rs.	Rs.	Rs.
A. Cash Flows From Operating Activities:				
Profit Before Tax		35.28		295.81
Adjustments:				
Liability written back	(0.74)		(0.73)	
Foreign exchange Fluctuation Gain Unrealised	5.72		(11.32)	
Depreciation	170.39		19.87	
Provision for Gratuity	3.44		3.80	
Finance Charges	452.01		473.92	
Interest received	(67.47)		(51.29)	
Loss on Fixed Assets Written off	–		0.93	
Corporate Social Responsibility	11.04		11.84	
Lease Rent Paid	(86.06)		–	
Operating Profit Before Working Capital Changes	523.60		742.83	
Adjustments for Working Capital Changes:				
(Increase)/Decrease in Inventories	(82.41)		172.64	
(Increase)/Decrease in Trade Receivables	(16.88)		2,407.55	
(Increase)/Decrease in Short Term Loans & Advances	327.57		(505.17)	
(Increase)/Decrease in Other Current Assets	–		–	
(Increase)/Decrease in Other Non–Current Assets	–		–	
(Increase)/Decrease in Long Term Loans & Advances	(56.20)		(26.55)	
(Increase)/Decrease in other Bank Balance (FD with Lien)	(88.47)		621.21	
(Increase)/Decrease in Other Current Assets	–		–	
Increase/(Decrease) in Trade Payables	610.27		(724.96)	
Increase/(Decrease) in Other Current Liabilities	96.78		(1.87)	
Increase/(Decrease) in Short Term Provisions	4.17		(0.56)	
Increase/(Decrease) in Long Term Provisions	–		–	
Cash Flows From Operations	1,318.44		2,685.12	
Less : Income Tax Paid	(18.23)		(77.03)	
Net Cash Flows From Operating Activities	1,300.21		2,608.09	
B. Cash Flows From Investing Activities:				
Purchase of Fixed Assets	(1,391.35)		(8.42)	
Capital Work in Progress	–		(790.88)	
Interest received	67.47		51.29	
Net Cash Flows From Investing Activities	(1,323.88)		(748.01)	

CASH FLOW STATEMENT (Continued)

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2024		For the year ended 31st March, 2023	
	Rs.	Rs.	Rs.	Rs.
C. Cash Flows From Financing Activities:				
Short Term Borrowings Net	111.15		(1,832.35)	
Long Term Borrowings Net	366.07		(80.72)	
Finance Charges	(452.01)		(473.92)	
Net Cash Flows From Financing Activities	25.21		(2,386.98)	
Net Increase/(Decrease) in Cash and Cash Equivalents		1.54		(526.90)
Cash and Cash Equivalents at the Beginning		260.22		787.13
Cash and Cash Equivalents at the End		261.76		260.22

Notes:

1. The classification of Assets & Liabilities has been modified as per Schedule III of The Companies Act, 2013.
2. The above cash flow statement has been prepared by using the "Indirect Method" as per Accounting Standard 3-Cash Flow Statement.
3. Reconciliation of Cash and Cash Equivalents

(₹ in Lakhs)

Particulars	2024-24	2023-24
	₹	₹
Cash and Cash Equivalents as per Balance Sheet	613.44	523.43
Less : Fixed Deposits under lien	351.68	263.21
Cash and Cash Equivalents as per Cash Flow Statement	261.76	260.22

The Notes referred to above form an integral part of these financial statements.

This is the Balance Sheet referred to in our report of even date.

For A R T H A & Associates.

Chartered Accountants
FRN : 138552W

For and on behalf of the Board

Ankit P. Sanghavi

Partner
Membership No. : 131353
UDIN -

Atul Vora

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Place : Mumbai.
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