



ANNUAL REPORT AND ACCOUNTS 2019



DOMESTIC



INDUSTRIAL



SOLAR



AGRICULTURE



LATTEYS INDUSTRIES LIMITED

Plot No. 16, Phase 1/2, GDIC Estate, Naroda, Ahmedabad-382330, Gujarat
www.latteysindustries.com | info@latteysindustries.com

OFFICES: AHMEDABAD | BHUBANESHWAR | COCHIN | DELHI | JAIPUR | KANPUR
KOLKATA | PATNA | PUNE | RANCHI | INDORE | SECUNDERABAD

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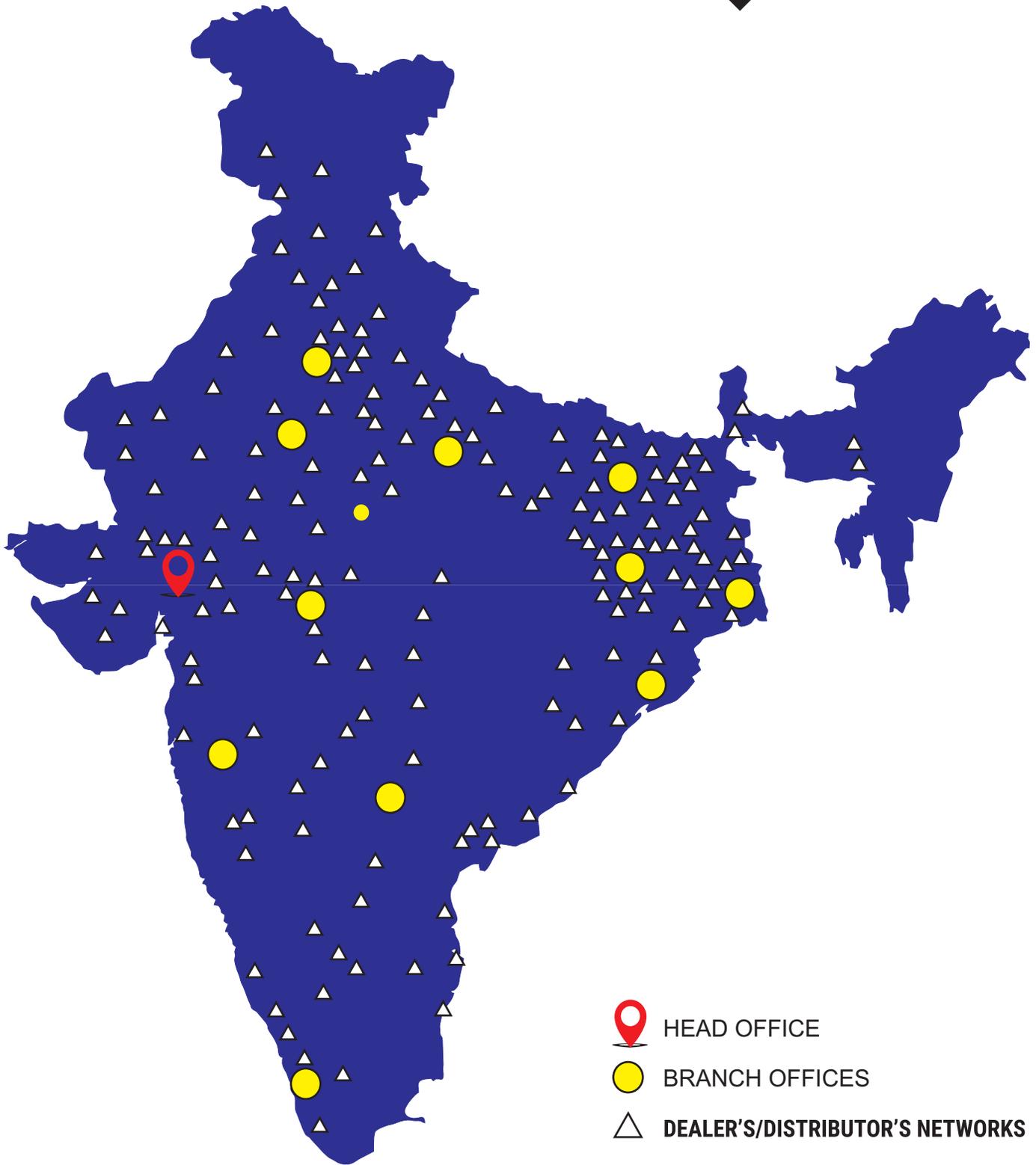


ANNUAL REPORT 2019

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BRANCH OFFICES/ DEALER NETWORK



CORPORATE INFORMATION

Mr. Kapoor Chand Garg	Chairman & Managing Director
Mr. Pawan Garg	Whole Time Director
Mrs. Saroj Garg	Non-Executive Director
Mr. Sachin Gupta	Independent Director
Mr. Sandeep Kumar Mangal	Independent Director

Registered office

Plot No.16,Phase ½ GIDC Estate,
Naroda GIDC,Ahmedabad-382330.
Gujarat,India.
Tel No.: 079-22822894/22823354
Email: info@latteysindustries.com
Web: www.latteysindustries.com

Bankers

HDFC Bank
State Bank of India

Key Managerial Personnel

1. Mr. Nikhil Vadera
Company Secretary & Compliance Officer
(w.e.f 03-04-2019)
2. Mr. Viral Hashmukhbhai Patel
Chief Financial Officer

Stakeholder's Relationship Committee

Sandeep Kumar Mangal-Chairman
Sachin Gupta-Member
Saroj Garg-Member

Nomination and Remuneration Committee

Sandeep Kumar Mangal-Chairman
Sachin Gupta-Member
Saroj Garg-Member

Registrar & Transfer Agent

Link Intime India Pvt. Ltd.
C-101, 1st Floor, 247 Park,
L.B.S Marg,Vikhroli (West)
Mumbai 400083,Maharashtra
India.
Tel: 022-49186200
FAX: 022-49186195
Email: latteys.ipo@linkintime.co.in
Website: www.linkintime.co.in
Contact Person: Shanti Gopalkrishnan
SEBI Registration No.: INR000004058

Statutory Auditor

KPMC & Associates
Chartered Accountants
710,7th Floor, New Delhi House,
Barakambha Road,
Delhi-011-45528266
E-mail-kpmc007@gmail.com

Audit Committee

Sandeep Kumar Mangal-Chairman
Sachin Gupta-Member
Saroj Garg-Member

QUALITY & MANUFACTURING EXCELLENCE TO DELIVER CUSTOMISED SOLUTIONS:

At Latteys Industries Limited, delivering perfect customized solutions to our clients is our priority. For us, engineering solution implies a rigorous and consistent pursuit of excellence. Latteys Industries Limited has been focused on harnessing R&D and maintaining high-quality standards as integral components of its operations.

Customer Satisfaction is primary vision & offering Quality Products and services at Competitive Prices would be the line to achieve the same. We have multiple mission ranging from working in a way so as to save electricity, work systematically & efficiently and manufacture products which help in conserving environment. Employee retention by creating an environment conducive to the development, growth and satisfaction of employees while fulfilling their reasonable expectations.

We have bagged some class-leading certifications that only add to our credentials. Our quality excellence is testified by the trust of our revered clientele. Many of our clients market standing are synonymous with quality and that, in turn, shows their unflinching trust in Latteys Industries Limited as pumping partners in their critical projects.

What we create at our design center, what we improve in our R&D labs and what we assure in our quality checks must translate into the actual customer solution. It is critical to Manufacturing Strengths replicate the highest standards of quality in equal measures when it comes to the finished products. At Latteys Industries Limited, we are committed to all of these. Over the years, with a single-minded proposition to create customer success, we have built strong manufacturing capabilities that are also excellent on quality standards. As Latteys Industries Limited works on customized solutions rather than providing products and services, the Company has been part of some large-scale, critical projects of its clients.

BUSINESS REVIEW:



COMPANY AT GLANCE:

Widest Range
of energy-efficient
pumps

1,20,000
pumps
manufacturing capacity

100%
Easy to
Maintain

700+
products
variants

HI-Flow &
Energy Efficient

One of India's
Solar Pumping Players

Highly
Rated
by BEE 5 Star,
BIS, etc

ISO:9001 : 2015
Certified
Company

200+ Model are
Having 5 Star Marking
Issued from BEE

UPLIFTING VALUES FOR OUR CUSTOMERS

REACH OUT TO OUR VALUABLE CUSTOMERS ACROSS NEEDS

SECURING GROWTH & PROSPERITY WITH OUR PEOPLE

NOTICE OF 6TH ANNUAL GENERAL MEETING

NOTICE is hereby given that 6th Annual General Meeting of the members of M/s. LATTEYS INDUSTRIES LIMITED will be held at registered office of the Company on Friday 28th Day of September, 2019 at 01:00 P.M. to transact the following business:

ORDINARY BUSINESS:

- 1) To receive, consider and adopt the Audited financial statements of the Company for the financial year ended 31st March, 2019, together with Reports of the Board of Directors and the Auditors thereon.
- 2) To appoint Mr. PAWAN GARG as a Whole Time Director, who retires by rotation and being eligible, offer himself for re-appointment.
- 3) To the appointment of M/s KPMC & Associates., as Auditors of the company and fix their remuneration.

“RESOLVED that pursuant to the provisions of section 139 and all other applicable provisions, if any of the Companies Act, 2013 (the Act) and the Rules framed thereunder, as amended from time to time, approval of the Members of the Company be and is hereby accorded for the appointment of M/S. KPMC & Associates, as the Auditors of the Company, for a term of five years from the conclusion of this Annual General Meeting till the conclusion of the 10th Annual General Meeting to be held in the year 2023, at such remuneration as may be mutually agreed upon between the Board of Directors and the Auditors.

FURTHER RESOLVED that the Board of Directors of the Company (including any Committee thereof) be and is hereby authorized to do all such acts and takes steps as may be considered necessary and expedient to give effect to this Resolution.”

Registered Office:
PLOT NO. 16, PHASE-1/2,
GIDC ESTATE,
NARODA,
AHMEDABAD 395002,
GUJARAT, INDIA

By order of the Board
FOR LATTEYS INDUSTRIES LIMITED

SD/-
KAPOOR CHAND GARG
Chairman & Managing Director
DIN: 00434621

Place: AHMEDABAD
Date: 28/08/2019

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. A BLANK FORM OF PROXY IS ENCLOSED HEREWITH AND, IF INTENDED TO BE USED, IT SHOULD BE RETURNED DULY COMPLETED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESSTHAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE COMMENCEMENT OF 6TH ANNUAL GENERAL MEETING.
2. Corporate members intending to send their authorized representative to attend the meeting are requested to send a certified copy of Board Resolution authorized their behalf at the meeting.
3. The instrument of Proxy in order to be effective, should be deposited at the registered office of the Company, duly completed, and signed and stamped, not less than 48 hours before the commencement of the meeting. A proxy Form is sent herewith. Proxies submitted on behalf of the Companies, societies etc. must be supported by an appropriate resolutions/authority, as applicable.
4. Members / proxies /authorized representative should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
5. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by members at the AGM.
6. The Register of Members and the Share Transfer books of the Company will remain closed from Friday 21st Day of September 2019 to Monday 28th Day of September 2019 (both days inclusive) for Annual General Meeting.
7. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
8. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.

NOTES

9. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules 2015 and regulation 44 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service arranged by “M/s Link Intime India Private Limited”. The facility for voting ballot paper will also be made available at the AGM and members attending the AGM, who have not already cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.
10. Members voting rights shall be in proportion to his/her share of paid up equity shares capital of the Company.
11. In case of joint holders attending the meeting, only such holder who is higher in the order of names will be entitled to vote.
12. The notice is being sent to all the members at their registered e-mail IDs, whose names appear in the Register of Members/ list of Beneficial Owners as received from National Securities Depository Limited (NSDL)/ Central Depository Service (India) Limited (CDSL).
13. Members may also note that the Notice of the 6th Annual General Meeting, Attendance Slip, Proxy Form, Ballot Paper and Annual Report will also available on the Company s website www.latteysindustries.com for their download.
14. Member desirous of asking any questions at the Annual General Meeting are requested to send in their questions so as to reach the Company registered office at least 5 days before the Annual General Meeting so that the same can be suitably replied to.
15. Members who have registered their e-mail id for the receipt of documents in electronic mode are being sent AGM Notice by e-mail and others are sent by registered post/ speed post/courier. Members who have received AGM Notice by e-mail and wish to vote physically can do the same by remaining present in the meeting.
16. Documents specifically stated in Explanatory Statement are open for inspection at the registered office of the Company between 10:00 AM and 06:00 PM on all working days (except Sunday, and Public Holidays) up to the date of announcement of result of AGM.
17. The members who did not exercise their vote by E-voting shall have an option to cast their vote on poll that will be conducted at the AGM venue. Further there shall not be any voting through Show of hands.

NOTES

18. The Company has appointed M/s. Ashish Sheth & Associates, Chartered Accountants to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
19. The Scrutinizer shall, immediately after the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than three (3) days of conclusion of the meeting, a consolidated Scrutinizer's Report of the votes cast in the favor or against, if any, forthwith to the Chairman of the Company, who shall counter sign the same.
20. The result shall be declared at or after the Annual General Meeting of the Company. The result declared along with the Scrutinizer's Report shall be placed on the Company's website www.latteysindustries.com immediately after the result is declared by the chairman and communicated to NSE Limited.
21. Electronic copy of the Notice of the 6th Annual General Meeting of the Company, inter alia, indicating the process of e-voting along as stated herein with Attendance Slip and Proxy form is being sent to all the members whose email id are registered with the Company for communication purpose unless any member has requested for a physical copies of the same. For members who have not registered their email address, physical copies of the notice of 6th Annual General Meeting of the Company, inter alia, indicating the process and manner of e-voting along with Attendance Slip and Proxy form is being sent in the permitted mode.

Registered Office:
PLOT NO. 16, PHASE-1/2,
GIDC ESTATE,
NARODA,
AHMEDABAD 395002,
GUJARAT, INDIA

By order of the Board
FOR LATTEYS INDUSTRIES LIMITED

SD/-
KAPOOR CHAND GARG
Chairman & Managing Director
DIN: 00434621

Place: AHMEDABAD
Date: 28/08/2019

Procedure and Instruction for E-voting

1. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and Clause 35B of Listing Agreement, the Company is pleased to provide to its members facility to exercise their right to vote on resolutions proposed to be passed in the meeting by electronic means. The member may cast their votes using an electronic voting system from a place other than the venue of the meeting (remote e-voting).
2. The facility for voting through polling paper shall be made available at the Meeting and the members attending the meeting who have not cast their vote by remote e-voting shall be able to vote at the meeting through polling papers.
3. The members who have cast their vote by remote e-voting may also attend the meeting but shall not be entitled to cast their vote again.
4. The company has engaged the services of M/s Link Intime India Private Limited as the Agency to provide e-voting facility.
5. The Board of Directors of the Company has appointed M/s. Ashish Sheth & Associates. Chartered Accountants, Ahmedabad as Scrutinizer to scrutinize the voting at AGM and remote e-voting process in a fair and transparent manner and they have also communicate their willingness to be appointed and will be available for the same purpose.
6. Voting rights shall be reckoned on the paid up value of the shares registered in the name of member /beneficial owner (in case of electronic shareholding) as on the cut-off date i.e. 20th September, 2019.
7. A person, whose name is recorded in the register of member or in the register of the beneficial owners maintained by the depositories as on the cut-off date, i.e. 20th September, 2019 only shall be entitled to avail the facility of remote e-voting as well as voting at AGM through polling papers.
8. Any person who become a member of the Company after dispatch of the notice of the Meeting and holding shares as on cut-off date i.e. 20th September, 2019, may obtain the User Id and password in the manner as mentioned below:

Visit the e-voting system of LI IPL. Open web browser by typing the following URL:

<https://instavote.linkintime.co.in>

- A. Click on “Login” tab, available under Shareholders section.
- B. Enter your User ID, password and image verification code (CAPTCHA) as shown on the screen and click on “SUBMIT”.
- C. Your User ID details are given below:

Procedure and Instruction for E-voting

- a. Shareholders holding shares in demat account with NSDL: Your User ID is 8 Character DP ID followed by 8 Digit Client ID
- b. Shareholders holding shares in demat account with CDSL: Your User ID is 16 Digit Beneficiary ID
- c. Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company

Your Password details are given below:

If you are using e-Voting system of LIPL: <https://instavote.linkintime.co.in> for the first time or if you are holding shares in physical form, you need to follow the steps given below:

Click on “Sign Up” tab available under Shareholders section register your details and set the password of your choice and confirm (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter).

	For Shareholders holding shares in Demat Form or Physical Form
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (applicable for both demat shareholders as well as physical shareholders).</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with depository Participant or in the company record are requested to use the sequence number which is printed on Ballot Form / Attendance Slip indicated in the PAN Field.
DOB/DOI	Enter the DOB (Date of Birth)/ DOI as recorded with depository participant or in the company record for the said demat account or folio number in dd/mm/yyyy format.

If you are holding shares in demat form and had registered on to e-Voting system of LIPL: <https://instavote.linkintime.co.in>, and/or voted on an earlier voting of any company then you can use your existing password to login.

If Shareholders holding shares in Demat Form or Physical Form have forgotten password:

Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on “SUBMIT”.

Incase shareholder is having valid email address, Password will be sent to the shareholders registered e-mail address. Else, shareholder can set the password of his/her choice by providing the information about the particulars of

Procedure and Instruction for E-voting

the Security Question & Answer, PAN, DOB/ DOI, Dividend Bank Details etc. and confirm. (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter)

NOTE: The password is to be used by demat shareholders for voting on the resolutions placed by the company in which they are a shareholder and eligible to vote, provided that the company opts for e-voting platform of LIPL.

For shareholders holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

❖ Cast your vote electronically

E. After successful login, you will be able to see the notification for e-voting on the home page of INSTA Vote. Select/ View “Event No” of the company, you choose to vote.

F. On the voting page, you will see “Resolution Description” and against the same the option “Favour/ Against” for voting.
Cast your vote by selecting appropriate option i.e. Favour/Against as desired.

Enter the number of shares (which represents no. of votes) as on the cut-off date under Favour/Against'. You may also choose the option 'Abstain' and the shares held will not be counted under Favour/Against'

G. If you wish to view the entire Resolution details, click on the 'View Resolutions File Link.

H. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “YES”, else to change your vote, click on “NO” and accordingly modify your vote.

I. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

J. You can also take the printout of the votes cast by you by clicking on “Print” option on the Voting page.

❖ General Guidelines for shareholders:

- Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to e-Voting system of LIPL: <https://instavote.linkintime.co.in> and register themselves as Custodian / Mutual Fund / Corporate Body .

They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorized representative(s) in PDF format in the Custodian / Mutual Fund / Corporate Body login for the Scrutinizer to verify the same.

- During the voting period, shareholders can login any number of time till they have voted on the resolution(s) for a particular “Event”.
- Shareholders holding multiple folios/demat account shall choose the voting process separately for each of the folios/demat account.
- In case the shareholders have any queries or issues regarding e-voting, please refer the Frequently Asked Questions (“FAQs”) and Insta vote e-Voting manual available at <https://instavote.linkintime.co.in>, under Help section or write an email to enotices@linkintime.co.in or Call us :- Tel : 022 - 49186000.

9. The remote E-voting facility will be available during the following period:

Commencement of remote E-voting: From 09:00 am (IST) on 25th September, 2019
End of remote E-voting: Up to 5:00 pm (IST) on 27th September, 2019.

The remote E-voting will not be allowed beyond the aforesaid date and time and the E-voting Module shall be disabled by M/s Link Intime India Private Limited upon expiry of aforesaid period.

ANNEXURE TO NOTICE

Details of the Directors seeking appointment/re-appointment at the Sixth coming Annual General Meeting:

Annexure of Item No: 02

Name of Director	PAWAN GARG
DIN	00434836
Date of Birth	15/06/1980
Date of first Appointment	02/04/2013
Permanent Account Number (PAN)	AFEPG4803J
Expertise in Specific Functional Area and experience	Pawan Garg, aged 38 years is Promoter & Whole Time Director of our company. He has been Director of our Company since incorporation. He has approximately 11 years of experience in the Pump Industry. He holds relevant knowledge and expertise in the areas of marketing, sales and branding. At present he heads the Marketing department of the Company.
Directorship held in other Companies	LATTICE ENGINEERING PVT LTD
Committee positions held in other Companies	NIL
No. of Equity Shares held in the Company as on 31/03/2019	187670 (5.56%)

LATTEYS INDUSTRIES LIMITED

CIN: L29120GJ2013PLC074281

PLOT NO. 16, PHASE 1/2, GIDC ESTATE, NARODA

AHMEDABAD 382330, GUJARAT, INDIA

Phone: 079-22822894/22823354 Email: info@latteysindustries.com**ATTENDANCE SLIP**

(Please fill the attendance slip and hand it over at the entrance)

Folio No./ DP ID/ Client ID	
No. of Equity Shares held	

I hereby record my presence at the 6th Annual General Meeting of the Company being held at the registered office of the Company on Friday, 28th Day of September, 2019 at 01:00 P.M.

Name of the Shareholder	
Name of the Proxy / Authorized Representative	

*Strike off whichever is not applicable

Signature of Shareholders /
Proxy /Authorized Representative

FORM NO. MGT-11

Proxy form

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: L29120GJ2013PLC074281

Name of the Company: LATTEYS INDUSTRIES LIMITED

Registered office: PLOT NO. 16, PHASE- 1/2, GIDC ESTATE, NARODA AHEMDABAD Ahmedabad GJ 382330 IN

Name of the Member(s):

Registered address:

E-mail Id:

Folio No/ Clint Id:

I/ We being the member of _____, holding _____ shares, hereby appoint

1. Name: _____

Address: _____

E-mail Id: _____

Signature: _____, or failing him

2. Name: _____

Address: _____

E-mail Id: _____

Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at _____ Annual General Meeting of members of the Company, to be held on _____ at the _____ registered office of the Company at _____, and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. Adoption of Audited Financial Statements and Reports of the Directors and the Auditors.
2. To appoint Mr. Pawan Garg as a Whole Time Director, who retires by rotation and being eligible offer himself for re-appointment.
3. Appointment of Auditor.

Affix Revenue Stamp

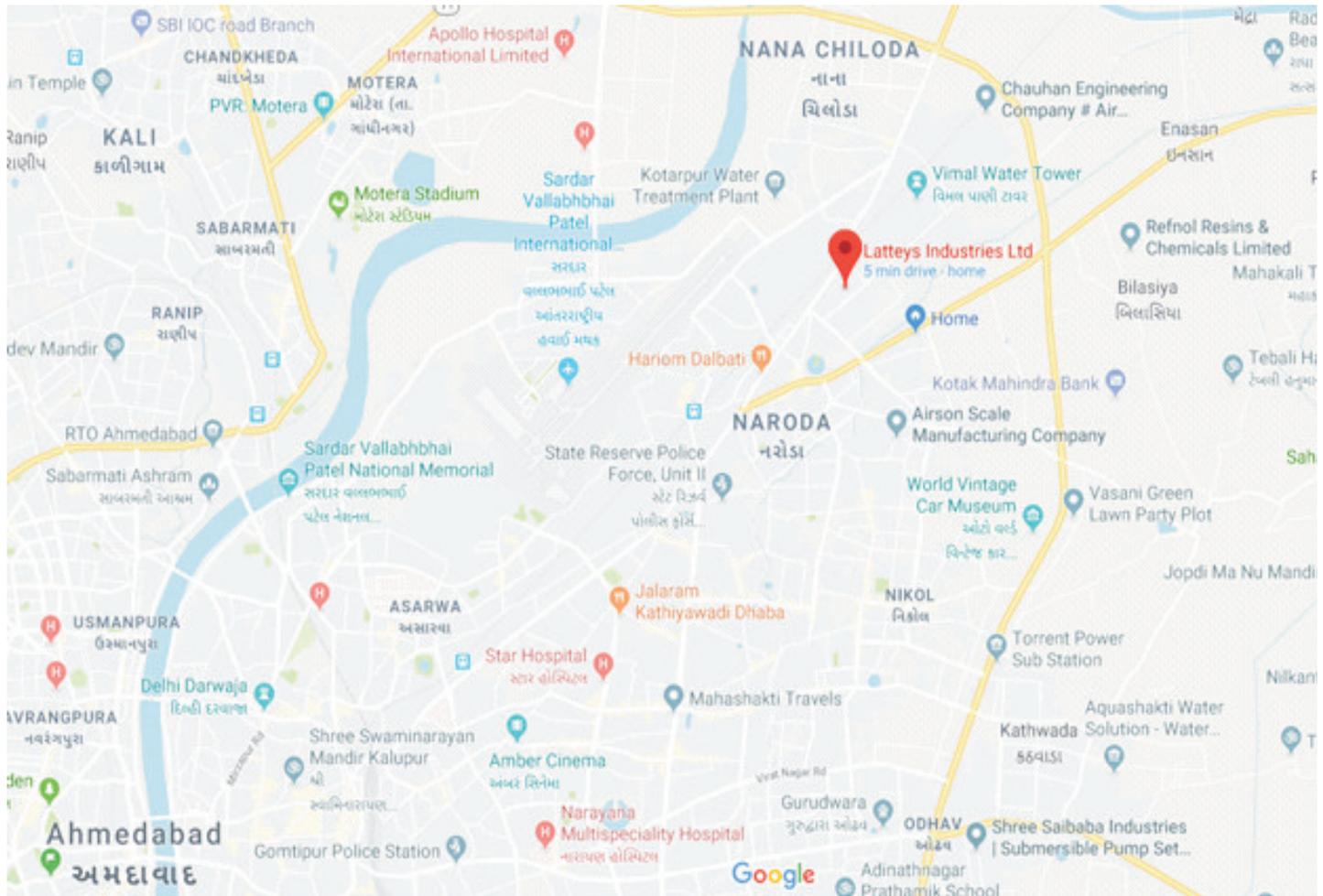
Signed this _____ day of _____ 2019

Signature of Shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.

ROUTE MAP FOR 6TH ANNUAL GENERAL MEETING



BOARD'S REPORT:

To,
The Members,
LATTEYS INDUSTRIES LIMITED

Dear Members,

Your Directors are pleased to present this Sixth (6th) Annual Report of your company along with Audited Financial Statements for the Financial Year ended on March 31, 2019.

FINANCIAL HIGHLIGHTS:

Particulars	2018-19	2017-18
Turnover	270,927,929	326,780,003
Other Income	3,233,265	1,284,119
Profit Before Depreciation, Interest and Tax (PBDIT)		
Finance Cost	10,956,774	11,009,978
Depreciation and amortization expenses	6,844,006	5,662,116
Profit Before Tax	10,745,421.95	14,731,699
Tax Expenses:		
Current Tax	2,949,894	4,206,135
Deferred Tax	123,836	14,873
Income Tax relating to earlier year		
MAT Credit Entitlement		
Profit after Tax	7,919,364	10,521,684

1. COMPANY'S PERFORMANCE REVIEW:

- During the Financial Year ended March 31, 2019, the Company's total Revenue from operations is Rs. 274,161,195/- as against Rs. 328,064,122/- in the corresponding previous Financial Year ended March 31, 2018.
- The Profit after tax (PAT) for the Financial Year ended March 31, 2019 is 7,919,364/- as against Profit of Rs. 10,521,684/- in the corresponding previous Financial Year ended March 31, 2018.

2. DIVIDEND

With a view to conserve the available resources, it has been proposed by the Board of Directors not to declare any Dividend for the financial year 2018-19.

3. RESERVES

The Company has closing balance of Rs. 89,656,751/- (Rupees Eight Crore Ninety Six Lakhs Fifty six Thousand Seven Hundred fifty One only) as Reserve and Surplus as on March 31, 2019. The Closing Balance of Reserve and Surplus is bifurcated as follows:

Sr. no	Particulars	Amount
1.	Securities Premium Reserve	64,293,196
2.	Surplus in Statement of Profit & Loss	25,363,555
	TOTAL	89,656,751

4. CHANGES IN NATURE OF THE BUSINESS, IF ANY

The Company Continued to carry Business of Manufacture of submersible pumps and Motors and hence, there was no change in the nature of business or operations of the Company which impacted the financial position of the Company during the year under review.

5. MATERIAL CHANGES AND COMMITMENTS AFFECTING FINANCIAL POSITION OF THE COMPANY

There are no material changes and commitments affecting the financial position of the Company, subsequent to close of Financial Year 2018-19 till the date of this Report.

6. SHARE CAPITAL

During the year under review, there is no change in the Authorized, Issued, Subscribed and Paid-up Share Capital of the Company.

As at March 31, 2019, the Authorized Share Capital of the Company is Rs. 50,000,000/- divided into 5,000,000/- equity shares of Rs. 10/- each.

Further, Issued, Subscribed and Paid-up Share Capital of the Company as at March 31, 2019 is Rs. 45,996,660/- divided into 4,599,666/- equity shares of Rs. 10/- each.

7. DEPOSITS

During the year under review, the Company has not accepted or renewed any deposits from public falling within the purview of provisions of Section 73 and 76 of the Companies Act, 2013 ("the Act") and Rules framed thereunder.

8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of Loan, Guarantees and Investments covered under section 186 of the Companies have been disclosed in Notes to the Financial Statement.

9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis. During the year, the company had not entered into any contract or arrangement or transactions with related parties which could be considered 'material' (i.e. transactions exceeding ten percent of the annual turnover as per the last audited financial statements entered into individually or taken together with previous transactions during the financial year) according to the policy of the Company on materiality of Related Party Transactions. Accordingly, there are no transactions that are required to be reported in form AOC-2. However, you may refer to Related Party transactions, as per the Accounting Standards, in Note No. 27 & 28 of the Financial Statements.

10. SUBSIDIARY COMPANY / ASSOCIATE COMPANY / JOINT VENTURE

The Company does not have any subsidiary, joint venture or associate companies within the meaning of Section 2 (6) and 2(87) of the Companies Act, 2013. As such, a report in the prescribed Form AOC -1 as per first proviso to sub-section (3) of Section 129 of the Companies Act, 2013 and Rules made thereunder is not required to be attached and a policy for determining material subsidiary is not required to be framed by the Company.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

I. The Directors and Key Managerial personnel of the Company as on 31st March, 2019 are as below :

Sr. No	Name	Designation	DIN/PAN
1	KAPOOR CHAND GARG	Managing Director	00434621
2	PAWAN GARG	Whole time Director	00434836
3	SAROJ GARG	Director	03564480
4	SACHIN GUPTA	Director	03637291
5	SANDEEP KUMAR MANGAL	Director	07335831
6	VIRALBHAI HASMUKHBHAI PATEL	CFO(KMP)	BQFPP7432R

II. During the current financial year 2019-2020 (Post 31st March 2019 till the Date of Board's Report):

Mr. NIKHILKUMAR MANSUKHBHAI VADERA has appointed for the post of Company Secretary & Compliance Officer with effect from April 03, 2019.

III. Director – Retirement By Rotation:

Pursuant to Section 152 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (as amended), Mr. PAWAN GARG (DIN: 00434836), retires by rotation and being eligible, offers herself for re-appointment.

The Board of Directors of the Company recommends the appointment of Mr. PAWAN GARG to the Shareholders for their consideration at the 6th Annual General Meeting in the interest of the Company. The brief resume and other details relating to Mr. PAWAN GARG as required to be disclosed under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is incorporated in the annexure to the notice calling 6th Annual General Meeting of the Company.

IV. Declaration under Section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 from Independent Directors:

The Company has duly complied with the definition of 'Independence' according to the provisions of Section 149(6) of, read with Schedule IV - Code of Independent Directors to, the Companies Act, 2013 and Regulation 16 (1) (b) and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended). All the Independent Director/s, have submitted a declaration that he/she meets the criteria of independence and submits the declaration regarding the status of holding other directorship and membership as provided under law. The Independent Directors have also confirmed that they have complied with the Company's code of conduct for Board and Senior Management as per Regulation 26(3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Independent Directors affirmed that none of them were aware of any circumstance or situation which could impair their ability to discharge their duties in an independent manner.

12. SEBI Complaints Redress System (SCORES):

The investor complaints are processed in a centralized web based complaints redress system. The salient features of this system are centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status. Your Company has been registered on SCORES and makes every effort to resolve all investor complaints received through SCORES or otherwise within the statutory time limit from the receipt of the complaint. The Company has not received any complaint on the SCORES during financial year 2018-19.

13. BOARD AND COMMITTEE MEETINGS:

During the year under review the Board of Directors met 8 (Eight) times on April 12, 2018, May 11, 2018, June 1, 2018, July 12, 2018, August 30, 2018, September 29, 2018, January 23, 2019, and March 28, 2019. The interval between the two meetings was well within the maximum period mentioned under Section 173 of the Companies Act, 2013 and Regulation 17 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

Sr. no	Name of the Director	No. of Board Meeting	
		Held	Attended
1	KAPOOR CHAND GARG	8	8
2	PAWAN GARG	8	8
3	SAROJ GARG	8	8
4	SACHIN GUPTA	0	0
5	SANDEEP KUMAR MANGAL	0	0
6	VIRALBHAI HASMUKHBHAI PATEL	8	8

14. FORMAL ANNUAL EVALUATION PROCESS BY BOARD:

Pursuant to the provisions of the Companies Act, 2013 and rules made thereunder, the Board has carried the evaluation of its own performance, performance of Individual Directors, Board Committees including the chairman of the Board on the basis of attendance, contribution of various criteria as recommended by the nomination and remuneration committee of the Company.

The evaluation of the working of the Board, its committees, experience and expertise, performance of specific duties and obligations etc. were carried out. The Directors expressed their satisfaction with the evaluation process and outcome.

The performance of each of the Non Independent Directors (including the chairman) was also evaluated by the Independent directors at the separate meeting held of the Independent Directors of the Company.

15. DIRECTORS' RESPONSIBILITY STATEMENT

pursuant to Section 134 (3) (C) of the Companies Act, 2013 the Directors confirm that:

In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;

They 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;

The annual accounts have been prepared on a going concern basis;

They have laid down Internal financial controls 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 and;

They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. CONSERVATION OF ENERGY AND TECHNOLOGY ABSORPTION FOREIGN EXCHANGE EARNINGS AND OUTGO

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo as stipulated under Section 134 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, is set out herewith as "Annexure A" to this Report.

17. EXTRACT OF THE ANNUAL RETURN

As per the requirements of section 92 (3) of the Companies Act, 2013 and Rules framed thereunder, the extract of the Annual Return for the Financial Year ended March 31, 2019 is given in Annexure-B in the prescribed Form MGT-9, which forms part of this Report.

18. CORPORATE GOVERNANCE

Since the Company's securities are listed on SME Emerge Platform of National Stock Exchange (NSE), by virtue of Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The compliance with the corporate governance provisions as specified in regulations 17 to 27 and clause (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of schedule V are not applicable to the Company. Hence Corporate Governance does not form part of this Board's Report.

19. COMPLIANCES OF SECRETARIAL STANDARDS

The Company is in compliance with all the applicable standards issued by the Institute of Company Secretaries of India.

20. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has its internal financial control systems commensurate with the size and complexity of its operations, to ensure proper recording of financials and monitoring of operational effectiveness and compliance of various regulatory and statutory requirements. The management regularly monitors the safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records including timely preparation of reliable financial information.

The internal auditor consults and reviews the effectiveness and efficiency of the internal financial control systems and procedure to ensure that all the assets are protected against loss and that

the financial and operational information is accurate and complete in all respects. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Company.

21. PARTICULARS OF EMPLOYEES

The Company has no employee, who is in receipt of remuneration of Rs 8,50,000/- per month or Rs 1,02,00,000/- per annum and hence the Company is not required to give information under sub rule 2 and 3 of rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Further the following details forming part of Annexure-C to the Board Report.

Pursuant to Rule 5(2) of the Companies (Appointment and remuneration of managerial personnel) Rules, 2014 statement containing the names and other particulars of Top Ten employees in terms of remuneration drawn by them.

Disclosure Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

22. MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report as required under Regulation 34 and Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is furnished as an Annexure-D.

23. AUDITORS

I. Statutory Auditor

The Board of Director places on record its appreciation on the services provided by M/s. KPMC & Associates., Chartered Accountants, Delhi as the Statutory Auditors of the Company.

In accordance with the provisions of Section 139 of the Companies Act, 2013 and Rules framed thereunder, the shareholders of the Company at the Extra Ordinary General Meeting held on 26th April, 2019 had appointed M/s. KPMC & Associates., Chartered Accountants, Delhi (having Firm Registration No. 005359N) as Statutory Auditors of the Company, from the conclusion of the Annual General Meeting and that they shall conduct the statutory audit for the period ended 31st March 2019.

M/s. KPMC & Associates., Chartered Accountants, have consented to act as a Statutory Auditors of the Company and also confirmed that their appointment is as per the provisions of Section 141 of the Companies Act, 2013 and Rule 4 of Companies (Audit and Auditors) Rules, 2014.

II. Secretarial Auditor

As required under provisions of Section 204 of the Companies Act, 2013 and Rules framed thereunder, the Board has appointed the Secretarial Auditors of the Company, M/s Vickey K. Patel, Practicing Company Secretaries, for conducting the Secretarial Audit for the FY 2018-19.

Secretarial Audit Report in Form MR-3 issued by the Secretarial Auditor of the Company for the Financial Year ended on March 31, 2019 is attached to the Directors Report as Annexure- E. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

24. DETAILS OF SIGNIFICANT AND MATERIAL ORDER PASSED BY THE REGULATOR OR COURT OR TRIBUNAL

There were no significant and material orders issued against the Company by a regulating authority or court or tribunal that could affect the going concern status and company's operation in future.

25. RISK MANAGEMENT

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

There are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this Report.

26. VIGIL MECHANISM

The Company has established a vigil mechanism, through a Whistle Blower Policy, where Directors and employees can voice their genuine concerns or grievances about any unethical or unacceptable business practice. A whistle-blowing mechanism not only helps the Company in detection of fraud, but is also used as a corporate governance tool leading to prevention and deterrence of misconduct.

It provides direct access to the employees of the Company to approach the Compliance Officer or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine whistle blowers are accorded complete protection from any kind of unfair treatment or victimization.

The said policy is also available on the website of the Company at www.latteysindustries.com under the head investor section.

27. FRAUD REPORTING

There were no frauds disclosed during the Financial Year.

28. CODE OF CONDUCT

The Board has laid down a specific 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 on annual basis.

29. INSIDER TRADING

The Board has in consultation with the Stakeholders Relationship Committee laid down the policy to regulate and monitor the Insider Trading in the Company. The Committee regularly analyses the transactions and monitors them to prevent Insider Trading. The Company has also adopted a Prohibition of Insider Trading Policy.

During the year under review, in compliance with the amendments to the SEBI Insider Regulations, the Company adopted the following effective 1 April 2019:

Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information.

Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons and their Immediate Relatives

The Policy was approved by the Board and same was uploaded on the Company's website www.latteysindustries.com under the tab investors.

30. MEANS OF COMMUNICATION

The Board believes that effective communication of information is an essential component of Corporate Governance. The Company regularly interacts with its shareholders through multiple channels of communication such as Company's Website and stipulated communications to Stock Exchange where the Company's shares are listed for announcement of Financial Results, Annual Report, Notices, Outcome of Meetings, and Company's Policies etc.

31. HUMAN RESOURCES

Your Company treats its "Human Resources" as one of its most important assets. Your Company continuously invests in attraction, retention and development of talent on ongoing basis. Numbers of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

32. WEBSITE

The Company has a website addressed as www.latteysindustries.com. Website contains the basic information about the Company - details of its Business, Financial Information, Shareholding Pattern, Contact Information of the Designated Official of the Company who is responsible for assisting and handling investors grievances and such other details as may be required under sub regulation (2) of Regulation 46 of the Listing Regulations, 2015. The Company ensures that the contents of this website are periodically updated.

33. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS

The Company's policy on Directors' appointment including criteria for determining qualifications, positive attributes and independence of a Director as well as policy relating to Remuneration of Key Managerial Personnel and other employees and other matters as provided in Section 178(3) of the Act.

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

In accordance with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder, the Company has formed an Internal Complaints Committee and also framed and adopted the policy for Prevention of Sexual Harassment at Workplace.

The following is the summary of Sexual Harassment complaints received and disposed of during the year 2018-19.

No. of Complaints Received: NIL

No. of Complaints Disposed of: NIL

35. ACKNOWLEDGEMENT

Your Directors wish to express their gratitude to the Bankers, Financial Institutions, Government Authorities, Customers, Vendors, Consultants, Advisors and Members for their direct and indirect co-operation and look forward to their continued support in the future.

Your Directors acknowledge the support and co-operation received from employees and all those who have helped in day to day management of the Company.

For and on behalf of the Board
FOR LATTEYS INDUSTRIES LIMITED

KAPOOR CHAND GARG
DIRECTOR
DIN: 00434621

PLACE: AHMEDABAD
DATE: 28TH AUGUST 2019

ANNEXURE - A

**CONSERVATION OF ENERGY, TECHNOLOGY
ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO
[Section 134 (3) (M) of The Companies Act, 2013 read with Rule 8(3)
Of the Companies Accounts)
Rules, 2014]**

S. No.	Particulars	
Conservation of Energy:-		
1	the steps taken or impact on conservation of energy;	<p>Being an energy efficient product manufacturer we make energy efficient stainless steel pumps and motors. We offer energy efficient pumping systems for agriculture and offers energy savings over 40% compared to conventional pumping system.</p> <p>Our all the newly developed product is having utmost care in terms of energy efficiency, every single watt of energy we save at the product end, it helps to create big difference at the power generation end.</p>
2	the steps taken by the Company for utilizing alternate sources of energy;	The company is constantly adopting solar as alternative source of energy and promoting solar pumps across globe and company made solar business as key focus area of business. This solar power could transform our agricultural landscape and improve quality of life in rural and urban India ensuring energy security to the poor and marginalizes. This would immensely help climate change mitigation efforts by in line with global
3	the capital investment on energy conservation equipment	We have already installed Solar Power plant and invested heavily on other renewable energy applications and equipments and the total investments could approx. 18 Lacs.
Technology absorption:-		
No new technology is absorbed by the company as company is equipped in well manner with all the required technologies and machineries that it requires in order to have smooth functioning of business operations.		

Foreign exchange earnings and Outgo:-

(i)	The Foreign Exchange earned in terms of actual inflows during the year;	RS. 4,787,279.00
(ii)	The Foreign Exchange outgo During the year in terms of actual Outflows.	NIL

For and on behalf of the Board
FOR LATTEYS INDUSTRIES LIMITED

KAPOOR CHAND GARG
DIRECTOR
DIN: 00434621

PLACE: AHMEDABAD
DATE: 28TH AUGUST 2019

ANNEXURE - B

**FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2019
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the
Company
(Management and Administration) Rules, 2014**

I. REGISTRATION AND OTHER DETAILS

Sr. No	Particulars	Particulars
1	CIN	L29120GJ2013PLC074281
2	Registration Date	02/04/2013
3	Name of the Company	LATTEYS INDUSTRIES LIMITED
4	Category/Sub-category of the Company	PUBLIC LIMITED COMPANY LIMITED BY SHARES
5	Address of the Registered office & contact details	PLOT NO. 16, PHASE- 1/2, GIDC ESTATE, NARODA AHMEDABAD GJ 382330 IN 079-22822894/22823354
6	Whether listed company	LISTED
7	Name, Address & Contact details of the Registrar & Transfer Agent, if any.	LINK INTIME INDIA PVT. LTD C-101, 1St Floor, 247 Park, L.B.S Marg, Vikhroli (West) Mumbai 400083, Maharashtra India. Tel: 022-49186200 FAX: 022-49186195 Email: latteys.ipo@linkintime.co.in Website: www.linkintime.co.in Contact Person: Shanti Gopalkrishnan SEBI Registration No.: INR000004058

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:

Sr. No	Name and description of main products / services	NIC code of the product / service	% to total turnover of the Company
1	Manufacturing of Submersible pumps	2812	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
NIL					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Sr No	Category of Shareholders	Shareholding at the beginning of the year - 2018				Shareholding at the end of the year - 2019				% Change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A)	Shareholding of Promoter and Promoter Group									
[1]	Indian									
(a)	Individuals / Hindu Undivided Family	-	-	-	0.0	3,377,666	-	3,377,666	'73.4329	'73.4329
(b)	Central Government / State Government(s)	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(c)	Financial Institutions / Banks	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(d)	Any Other (Specify)									
	Sub Total (A)(1)	-	-	-		3,377,666	-	3,377,666	'73.4329	
[2]	Foreign									
(a)	Individuals (Non-Resident Individuals/Foreign Individuals)	-	-	-	0.0	-	-	-	'0.0000	'0.0000

(b)	Government	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(c)	Institutions	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(d)	Foreign Portfolio Investor	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(e)	Any Other (Specify)									
	Sub Total (A)(2)	-	-	-		-	-	-	'0.0000	
	Total Shareholding of Promoter and Promoter Group(A)=(A)(1)+(A)(2)	-	-	-		3,377,666	-	3,377,666	'73.4329	
(B)	Public Shareholding									
[1]	Institutions									
(a)	Mutual Funds / UTI	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(b)	Venture Capital Funds	-	-	-	0.0	-	-	-	'0.0000	'0.0000
(c)	Alternate Investment Funds	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(d)	Foreign Venture Capital Investors	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(e)	Foreign Portfolio Investor	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(f)	Financial Institutions / Banks	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(g)	Insurance Companies	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(h)	Provident Funds/ Pension Funds	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(i)	Any Other (Specify)									
	Sub Total (B)(1)	-	-	-		-	-	-	'0.0000	

[2]	Central Government/ State Government(s)/ President of India									
	Sub Total (B)(2)	-	-	-		-	-	-	'0.0000	
[3]	Non-Institutions									
(a)	Individuals									
(i)	Individual shareholders holding nominal share capital upto Rs. 1 lakh.	-	-	-	'0.0000	218,000	-	218,000	'4.7395	'4.7395
(ii)	Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	'0.0000	672,000	-	672,000	'14.6098	'14.6098
(b)	NBFCs registered with RBI	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(d)	Overseas Depositories(holding DRs) (balancing figure)	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
(e)	Any Other (Specify)									
	Hindu Undivided Family	-	-	-	'0.0000	292,000	-	292,000	'6.3483	'6.3483
	Clearing Member	-	-	-	'0.0000	4,000	-	4,000	'0.0870	'0.0870
	Bodies Corporate	-	-	-	'0.0000	36,000	-	36,000	'0.7827	'0.7827
	Sub Total (B)(3)	-	-	-		1,222,000	-	1,222,000	'26.5671	
	Total Public Shareholding(B)= (B)(1)+(B)(2)+(B)(3)	-	-	-		1,222,000	-	1,222,000	'26.5671	

	Total (A)+(B)	-	-	-		4,599,666	-	4,599,666	'100.0000	
(C)	Non Promoter - Non Public									
[1]	Custodian/DR Holder	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
[2]	Employee Benefit Trust (under SEBI (Share based Employee Benefit) Regulations, 2014)	-	-	-	'0.0000	-	-	-	'0.0000	'0.0000
	Total (A)+(B)+(C)	-	-	-	'0.0000	4,599,666	-	4,599,666	'100.0000	

V. Shareholding of promoters (including promoter group):

Sr. No	Shareholder's Name	Shareholding at the beginning of the year - 2018			Shareholding at the end of the year - 2019			% change in shareholdi ng during the year
		NO.OF SHARE S HELD	% of total Shares of the compa ny	%of Shares Pledged /encumber ed to total shares	NO.OF SHARES HELD	% of total Shares of the company	%of Shares Pledged/ encumber ed to total shares	
1	KAPOOR CHAND GARG	0	'0.0000	'0.0000	2916090	'63.3979	'0.0000	'63.3979
2	PAWAN GARG	0	'0.0000	'0.0000	187670	'4.0801	'0.0000	'4.0801
3	JAWALA PARSAD GARG	0	'0.0000	'0.0000	178500	'3.8807	'0.0000	'3.8807
4	KAPOOR GARG HUF	0	'0.0000	'0.0000	52100	'1.1327	'0.0000	'1.1327
5	PAWANJGARG HUF	0	'0.0000	'0.0000	17506	'0.3806	'0.0000	'0.3806
6	ANU GARG	0	'0.0000	'0.0000	12900	'0.2805	'0.0000	'0.2805
7	SAROJ GARG	0	'0.0000	'0.0000	12900	'0.2805	'0.0000	'0.2805
	Total	0		'0.0000	3377666	'73.4329	'0.0000	

VI. Changes in promoters (including promoter group) Shareholding (please specify, if there is no change):

There was no change in the shareholding of promoters/promoter group.

VII. Shareholding pattern of top ten shareholders (other than directors, promoters and holders of GSRs & ADRs):

No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2018		Transactions during the year		Cumulative Shareholding at the end of the year - 2019	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	VINODSINGH NARAYANSINGH RATHORE	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	260000	260000	5.6526
	AT THE END OF THE YEAR					260000	5.6526
2	PIYUSH JASHWANTLAL SHAH	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	120000	120000	2.6089
	AT THE END OF THE YEAR					120000	2.6089
3	BOSHOBY UTKARSH PATEL	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	30000	30000	0.6522
	Transfer			27 Jul 2018	86000	116000	2.5219
	AT THE END OF THE YEAR					116000	2.5219
4	AMISHI PIYUSH SHAH	0	0.0000			0	0.0000
	Transfer			13 Jul 2018	100000	100000	2.1741
	AT THE END OF THE YEAR					100000	2.1741
5	ROHIT VALLABHBHAI VASANI	0	0.0000			0	0.0000
	Transfer			15 Jun 2018	52000	52000	1.1305

	AT THE END OF THE YEAR					52000	1.1305
6	PINESH VAGHJIBHAI SHAH	0	0.0000			0	0.0000
	Transfer			01 Jun 2018	46000	46000	1.0001
	AT THE END OF THE YEAR					46000	1.0001
7	MAUSMIBEN CHANDRESHKUMAR SHAH	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	40000	40000	0.8696
	AT THE END OF THE YEAR					40000	0.8696
8	PAYALBEN VISHALKUMAR SHAH	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	40000	40000	0.8696
	AT THE END OF THE YEAR					40000	0.8696
9	ASHISH JASVANTLAL SHAH	0	0.0000			0	0.0000
	Transfer			08 Jun 2018	30000	30000	0.6522
	Transfer			27 Jul 2018	2000	32000	0.6957
	AT THE END OF THE YEAR					32000	0.6957
10	REVABHAI JETHABHAI PATEL	0	0.0000			0	0.0000
	Transfer			13 Jul 2018	30000	30000	0.6522
	Transfer			20 Jul 2018	2000	32000	0.6957
	AT THE END OF THE YEAR					32000	0.6957

Note:

1. Paid up Share Capital of the Company (Face Value Rs. 10.00) at the end of the year is 4,599,666 Shares.
2. The details of holding has been clubbed based on PAN.
3. % of total Shares of the Company is based on the paid up Capital of the Company at the end of the Year.

VIII. INDEBTEDNESS

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness

Indebtedness at the beginning of the financial year				
i) Principal amount	105,879,811	11,569,912.57	-	117,449,723.57
ii) Interest due but not paid	-	2,025,025	-	2,025,025
iii) Interest accrued but not due	220,473	-	-	220,473
Total (i+ii+iii)	106,100,284	13,594,937.57	-	119,695,221.57
Change in indebtedness during the financial year				
Addition				
Reduction				
Net Change	4,807,365.11	(865,998)	-	3,941,367.11
Indebtedness at the end of the financial year				
i) Principal amount	110,732,604.87	10,071,757.57	-	120,804,362.44
ii) Interest due but not paid	-	2,657,182	-	2,657,182
iii) Interest accrued but not due	175,044.24	-	-	175,044.24
Total (i+ii+iii)	110,907,649.11	12,728,939.57	-	123,636,588.68

IX. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Director and / or Manager

Sr. no	Particulars of Remuneration	MR. KAPOOR CHAND GARG MANAGING DIRECTOR	MR. PAWAN GARG DIRECTOR	TOTAL
1	Gross Salary	1,920,000.00	1,920,000.00	3,840,000.00
	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 (A)	1,920,000.00	1,920,000.00	3,840,000.00
	Ceiling as per the Act	N.A	N.A	N.A

A. Remuneration to Other Directors.

Sr. no	Particulars of Remuneration	MR. KAPOOR CHAND GARG MANAGING DIRECTOR	MR. PAWAN GARG DIRECTOR	TOTAL
----- N.A -----				

B. Remuneration to Key Managerial Personnel other than MD/WTD/Manager:

Sr. no	Particulars of Remuneration	MR. JAYESH LAXMANBHAI BHAVSAR COMPANY SECRETARY*	MR. VIRAL PATEL CHIEF FINANCIAL OFFICER	TOTAL
1	Gross Salary	177,746.00	339,296.00	517,042.00
	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 (A)	177,746.00	339,296.00	517,042.00

Ceiling as per the Act	N.A	N.A	N.A
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*MR. JAYESH LAXMANBHAI BHAVSAR has been resigned from the company w.e.f. 29th September 2018.

I. 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)
----- N.A -----					

ANNEXURE – C

Disclosure as per Section 197(12) of Companies Act, 2013 and Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year ending March 31, 2019 and
- The Percentage Increase in Remuneration of Each Director, Chief Financial Officer and Company Secretary during the Financial Year ending on March 31, 2019

The ratio of the remuneration of each director to the median employee's remuneration for the financial year 2018- 19.

Name	Designation	Ratio
KAPOOR CHAND GARG	Managing Director	8 Times
PAWAN GARG	Director	8 Times

The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2018-19 compared to 2017- 18

Name	Designation	% increase in remuneration
KAPOOR CHAND GARG	Managing Director	N.A
PAWAN GARG	Director	N.A

the number of permanent employees on the rolls of company

92

the explanation on the relationship between average increase in remuneration and company performance

The increase in remuneration is linked to the performance of the company as a whole, the performance of the employee and others internal and external factors

Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration

No change during the year.

and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.

Variations in the market capitalization of the company, price earnings ratio as at the closing date of the current financial year and previous financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the company came out with the last public offer in case of listed companies, and in case of unlisted companies, the variations in the net worth of the company as at the close of the current financial year and previous financial year

Affirmation that the remuneration is as per the remuneration policy of the Company

Not Applicable

We affirm that remuneration is as per the remuneration policy of the company.

ANNEXURE – D

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Forward looking statement - Statements in this Management Discussion and Analysis of Financial Condition and Results of Operations of the Company describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities laws and regulations. Forward looking statements are based on certain assumptions and expectations of future events.

The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise forward looking statements, on the basis of any subsequent developments, information or events. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include changes in government regulations, tax laws, economic developments within the country and such other factors globally.

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 the Listed Companies are required to furnish Management Discussion and Analysis Report (MDAR) as a part of Director's Report to the Shareholders.

As per Schedule V of SEBI (Listing Obligations and Disclosures Requirements), Regulations, 2015, Annual Report shall contain the below points in the Management Discussion and Analysis Report (MDAR):

- Industry Structure and developments.
- Opportunities
- Risk and Concern.
- Internal Control System and their adequacy.
- Discussion on Financial performance with respect to operational performance.
- Material developments in Human Resources/ Industrial Relations front, including number of people employed.

1. INDUSTRY STRUCTURE AND DEVELOPMENTS



According to a published Industry report, global water pumps market is projected to surpass USD 54 billion by 2020. It is expected to grow at a CAGR of 5.9% during 2016-2022. Asia-Pacific accounted for the largest share (42.9%) in the global water pump market, and it is also anticipated to witness the highest growth (CAGR 6.6%) during 2016-2022. The water pumps market has been majorly driven by growth in the residential infrastructures and agricultural activities especially in growing economies such as China, India and Brazil, among

others. China is the largest market for water pumps in the region. However, India is expected to witness highest growth in the near future.

(Source: <http://www.credenceresearch.com/report/water-pumpsmarket>, TechSci Research: Global Water Pumps Market Forecast and Opportunities, 2020)

The water pumps industry has been witnessing a significant growth in recent years on account of factors, including the rise in residential and commercial infrastructure in developing nations. In addition, growth in the industrial sector, power and energy and agricultural sector has also supported the demand for water pumps considerably. Various factors such as the need for more healthy and safe drinking water, water and energy conservation and growing industries have boosted the demand for new and improved water pumps. Availability of a wide variety of water pumps catering to numerous applications and evolution of products for enhanced efficiency and optimum use of power, have proven to be the key promoting factors in the water pump market. The overall water pump market is primarily driven by the consistent rise in the residential and commercial projects in developing nations such as China, India and Brazil, amongst others. Asia and Africa are expected to increase their spending on irrigation and drinking water schemes. This, in turn, is expected to drive the demand for water pumps in the regions. The impact of rising urban population on water pump market is anticipated to remain high over the next few years.

2. OPPORTUNITIES & THREATS

OPPORTUNITIES

Agriculture and Building Services comprise 46% of the market by value of Rs. 3910 Cr. This segment of the Indian pump market is highly fragmented as well as competitive with a large number of small and medium enterprises (SMEs) competing to increase their market share. The biggest markets for agricultural pump sets are the central Indian states of Madhya Pradesh, Maharashtra, Tamil Nadu, Karnataka and Andhra Pradesh.

THREATS

Markets across the Board are seeing aggressive competition. Both domestic and global capacities out last the demand for various products and commodities. Many sectors especially in domestic market are seeing increased competition. Your Company is prudently trying to deal with this. Inward looking policies of Countries would be a threat to global market.

3. INTERNAL CONTROL SYSTEM

The Company has in place an adequate system of internal control commensurate with its size and nature of its business. These have been designed to provide reasonable assurance that all assets are safeguarded and protected against loss from unauthorized use or disposition and that all transactions are authorized, recorded and reported correctly and the business operations are conducted as per the prescribed policies and procedures of the Company. The Audit committee and the management have reviewed the adequacy of the internal control systems and suitable steps are taken to improve the same.

4. FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During the period under review the total turnover of the Company Rs. 270,927,929 as compared to previous year Rs. 326,780,003/-. The Profit before tax of the Company is Rs.10,745,422/- as compared to previous year Rs. 14,731,699/- and Profit after tax of the company stood at Rs.7,919,364/- as compared to previous year Rs. 10,521,684/-.



The financial performance of the company is as follows:

Particulars	FY 2018-19	FY 2017-18
Revenue from Operation	270,927,929	326,780,003
Other Income	3,233,265	1,284,119
Finance Cost	10,956,774	11,009,978
Employee benefit expenses	22,965,718	12,257,493
Net profit before tax	10,745,422	14,731,699
Net profit after tax	7,919,364	10,521,684

5. Material developments in Human Resources/ Industrial Relations front, including number of people employed

Your Company firmly believes that its human resources are the key enablers for the growth of the Company and important asset. Hence, the success of the Company is closely aligned to the goals of the human resources of the Company. The Company aims to develop the potential of every individual associated with the Company as a part of its business goals. The Company focuses on providing individual development and growth in a work culture that ensures high performance and remains empowering. The Company has employed 125 people (including contractual) strong and dedicated workforce travel abreast of the latest trends.

FORM No. MR-3
SECRETARIAL AUDIT REPORT

ANNEXURE- E

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2019

[Pursuant to Section 204, 9(1) of the Companies Act, 2013 and Rule No. 09 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Member,
LATTEYS INDUSTRIES LIMITED
CIN:L29120GJ2013PLC074281
(Formerly known as Latteys Industries Pvt Ltd)
(Formerly known as Latteys Pumps industries Pvt Ltd)
PLOT NO. 16, PHASE- 1/2,
GIDC ESTATE, NARODA
AHMEDABAD GJ 382330 IN.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by LATTEYS INDUSTRIES LIMITED (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided us reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has , during the audit period covering the financial year ended on March 31, 2019 complied with the Statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2019 according to the provisions of;

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956(SCRA) and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India , 1992 (SEBI Act);

- (A) The Securities and Exchange Board of India(Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (B) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- (C) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
The company has made Initial Public offer of shares during the year under review the companies act, 2013 have been complied with.
- (D) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines , 1999;
- (E) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (F) The Securities and Exchange Board of India (Registration to an Issue and Share Transfers Agents) Regulations, 1993;
- (G) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- (H) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

1. Other Laws applicable to the Company;

- i. Industrial Disputes Act, 1947
- ii. The Payment of Wages Act, 1936
- iii. The Minimum Wages Act, 1948
- iv. Employee State Insurance Act, 1948
- v. The Employee Provident Fund and Miscellaneous Provisions Act, 1952
- vi. The Payment of Bonus Act, 1965
- vii. The Payment of Gratuity Act, 1972
- viii. The Contract Labour(Regulation and Abolition) Act, 1970
- ix. The Maternity Benefits Act, 1961
- x. Competition Act, 2002
- xi. The Income Tax Act, 1961
- xii. Shops and Establishments Act, 1948
- xiii. Legal Metrology Act, 2009
- xiv. The Central Excise Act, 1944
- xv. The Customs Act, 1962
- xvi. The Finance Act, 1994

We have also examined compliance with the applicable clause of the following;

- I. The Secretarial Standards issue by the Institute of Company Secretaries of India.
- II. The Listing Agreements entered into by the Company with Bombay Stock Exchange

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

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

All decision at Board Meetings and Committee Meetings are carried unanimously as recorded in the minutes of the Meetings of the Board of Directors or Committee of the Board, as the case may be.

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

Vickey k. Patel

Proprietor

ACS : 45565

CP : 18603

Place: Ahmedabad

Date : 28/08/2019

Note: This report is to be read with our letter of even date which is annexed as “ANNEXURE A” and forms an integral part if this report.

“ANNEXURE A”

To,
The Member,
LATTEYS INDUSTRIES LIMITED
(Formerly known as Latteys Industries Pvt Ltd)
(Formerly known as Latteys Pumps industries Pvt Ltd)
PLOT NO. 16, PHASE- 1/2,
GIDC ESTATE, NARODA
AHMEDABAD GJ 382330 IN.

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

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

Vickey k. Patel

Proprietor
ACS : 45565
CP : 18603

Place: Ahmedabad
Date : 28/08/2019

INDEPENDENT AUDITOR S REPORT

To the Members of
M/s LATTEYS INDUSTRIES LIMITED
(Formerly known as Latteys Industries Pvt. Ltd. /
Latteys Pumps Industries Pvt. Ltd.)

Report on the Audit of the Standalone Financial Statements

We have audited the accompanying financial statements of M/s LATTEYS INDUSTRIES LIMITED (Formerly known as Latteys Industries Private Limited/Latteys Pumps Industries Private Limited) which comprise the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act 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, 2019, and profit/loss and its cash flows for the year ended on that date.

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

Key Audit Matters

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

Key Audit Matters	How the Matters were addressed in our Audit Report
Non Payment of Interest on Delayed Payment to Micro, Small and Medium Enterprises	
We identified the accuracy and completeness of disclosure relating to Micro, Small and Medium Enterprises are set out in respective notes to Standalone Financial Statements as a Key Audit Matter due to Compliance Requirements of transactions with Micro, Small and Medium Enterprises under The Micro, Small and Medium Enterprises Development Act, 2006.	<p>Our Audit Procedure in relation to the Disclosures of Micro, Small and Medium Enterprises Transactions included:</p> <ul style="list-style-type: none"> Assessing Management Representation considering the trend in Submersible Pump Industry and verbal agreements between company and Sundry Creditors that payment terms are 90 days to 120 days normally, therefore company neither paid any interest to creditors nor made any Provision. However as per MSME Act Sundry creditors more than 15 days (Considered only whoes MSME Certificate are received by the company) are 84.25 Lacs and considering 15 days grace period calculated interest to MSME is Rs 162672. Evaluating the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

Other Information

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

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

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance and cash flow of the company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014. This Responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection

and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility for the Audit of Standalone Financial Statements

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

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the companies (Auditor s Report) Order, 2016 (“the Order”) issued by the central government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, we give in the Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act and Companies (Audit and Auditors) Rule 2014, 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, the Statement of Profit and Loss, and the Cash Flow Statements dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7of the Companies (Accounts) Rule, 2014.
 - (e) In our opinion, there are no adverse observations and comments on the financial transactions of the matters which have adverse effect on the functioning of the company

- (f) On the basis of the written representations received from the Directors as on March 31, 2019 taken on record by the board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act 2013.
- (g) 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.
- (h) In our opinion, there are no qualifications, reservation or adverse remark relating to maintenance of accounts and other matter connected therewith.
- (i) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company does not have any pending litigations which would impact its financial position.
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (j) With respect to the matter to be included in the Auditors’ Report under section 197(16):
In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For KPMC & Associates
Chartered Accountants
FRN: 005359C

CA Rajesh Kumar
Partner
M. No. 099655

Place: Delhi
Date: 30-05-2019

ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report the following:

- (i) (a) The company has maintained proper records showing full particulars, including Quantitative details and situation of fixed assets;
- (b) As explained to us all the assets have been physically verified by the management at regular interval. As informed to us no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties included in fixed assets are held in the name of the company except Land situated at Plot No. 16 which is owned by the Director of the company and the said property has been taken on lease by the company. However, the Building constructed on the said Plot is owned by the Company.
- (ii) The physical verification of inventory has been conducted at reasonable intervals by the management and no material discrepancies were noticed.
- (iii) The company has not granted unsecured loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013 during the year and in our opinion, hence para (a), (b) and (c) are not applicable.
- (iv) The company has not granted any loans, made any investments, provide any guarantees, and security and therefore provisions of section 185 and 186 of the Companies Act, 2013 are not applicable to the company.
- (v) In our opinion and according to the information and explanation given to us, the company has not accepted any deposits in contravention of the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the rules framed there under, where applicable, have been complied with. No order has been passed by the Company Law Board or National Company Law Tribunal or RBI or any court or any other tribunal.
- (vi) According to the information and explanation given to us, government has not prescribed maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 for the products of the company.

- (vii)
- (a) In our opinion the company is regular in depositing undisputed statutory dues including provident fund, employees state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities except mentioned in point b. There are no arrears of outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.
 - (b) TDS of Rs 169089 pertaining to Directors remuneration was deducted but not paid till date of audit report.
 - (c) According to information and explanation given to us, there are no dues on account of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess, which have not been deposited on account of any dispute.
- (viii) According to information and explanations given to us, the company has not defaulted in repayment of any dues to a financial institution or bank or debenture holders during the year of audit.
- (ix) The Company has not raised any moneys from the further public offer. However, the money raised by way of initial public offer and term loans were applied for the purpose for which these were raised except company had invested 111 Lakhs in purchase of additional land for increasing the production facility however company has disclose the fact under Business Strategy Point No 3 stating that “ we will look for buying additional land and also to set up new line for manufacturing within our current facility”
- (x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations given to us, managerial remuneration had been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) In our opinion and according to information and explanations given to us, the company is not a Nidhi Company as prescribed under section 406 of the Act and therefore this clause is not applicable.

- (xiii) In our opinion and according to information and explanations given to us, all the transaction with the related parties are in compliance with the Section 177 and Section 188 of the Companies Act, 2013 (wherever applicable) are complied with that section and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) In our opinion and according to information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, paragraph 3(xiv) of the Order is not applicable to the Company.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him as specified in the provisions of section 192 of Companies Act, 2013.
- (xvi) According to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For KPMC & Associates
Chartered Accountants
FRN: 005359C

Place: Delhi
Date: 30-05-2019

CA Rajesh Kumar
Partner
M. No. 099655

ANNEXURE - B TO THE AUDITORS' REPORT

(Referred to in paragraph 2(g) under Report on Other Legal and Regulatory Requirements section of our report of even date)

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

We have audited the internal financial controls over financial reporting of Latteys Industries Limited ("the Company") as of 31st March, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For KPMC & Associates
Chartered Accountants
FRN: 005359C

Place: Delhi
Date: 30-05-2019

CA Rajesh Kumar
Partner
M. No. 099655

LATTEYS INDUSTRIES LIMITED
BALANCE SHEET AS AT 31ST MARCH 2019

Particulars		Note No.	Figures as at the end of Current reporting year 2018-19	Figures as at the end of previous reporting year 2017-18	
I.	EQUITY AND LIABILITIES				
1	Shareholders funds				
	(a)	Share Capital	1	45,996,660.00	33,776,660.00
	(b)	Reserves and Surplus	2	89,656,750.95	17,444,191.00
	(c)	Money Received Against Share Warrants		-	-
2	Share application money pending allotment				
				-	-
3	Non-current liabilities				
	(a)	Long-term Borrowings	3	28,083,347.03	39,508,025.00
	(b)	Deferred Tax Liabilities (Net)	12	-	-
	(c)	Other Long Term Liabilities	4	5,50,000.00	420,000.00
	(d)	Long-term Provisions	5	7,70,843.00	877,508.00
4	Current liabilities				
	(a)	Short-term Borrowings	6	82,229,939.50	65,294,735.00
	(b)	Trade Payables			
	(A)	Total outstanding dues of Micro Enterprises and Small Enterprises	7	10,898,731.54	101,941,498.00
	(B)	Total outstanding dues of creditors other than micro enterprises and small enterprises		65,192,893.24	3,170,186.00
	(c)	Other Current Liabilities	8	25,386,905.83	29,914,130.00
	(d)	Short-term Provisions	9	3,417,475.24	5,189,131.00
		TOTAL		352,183,546.33	297,536,064.00
II.	ASSETS				
1	Non-current assets				
	(a)	Fixed Assets	10		
	(i)	Tangible Assets		60,498,503.56	57,794,919.00
	(ii)	Intangible Assets		27,197.26	-
	(iii)	Capital Work-in-progress		-	-
	(iv)	Intangible Assets Under Development		635,604.00	546,356.00
	(b)	Non-current Investments	11	15,452,300.00	4,352,300.00

	(c)	Deferred Tax Assets (net)	12	521,341.21	397,505.00
	(d)	Long-term Loans and Advances	13	916,136.00	894,636.00
	(e)	Other non-current Assets		-	-
2		Current assets			
	(a)	Current Investments		-	-
	(b)	Inventories	25	171,433,624.95	122,859,752.00
	(c)	Trade Receivables	14	66,597,502.29	84,895,299.00
	(d)	Cash and Cash Equivalents	15	3,996,682.63	(514,538.00)
	(e)	Short-term Loans and Advances	16	30,606,546.33	26,020,677.00
	(f)	Other Current Assets	17	1,498,108.10	289,158.00
TOTAL				352,183,546.33	297,536,064.00

Significant Accounting policies and Notes to Accounts
As per Our Reports of Even Date Attached
For, KPMC & Associates
Chartered Accountants

CA Rajesh Kumar
Partner
M. No 099655
FRN. 005359C

PLACE: DELHI
DATE: 30/05/2019

For, Latteys Industries Limited

Kapoor Chand Garg Pawan Garg
Managing Director Director
DIN: 00434621 DIN: 00434836

Nikhil Vadera Viral H Patel
Company Secretary Chief Financial Officer

PLACE: AHMEDABAD PLACE: AHMEDABAD
DATE: 30/05/2019 DATE: 30/05/2019

LATTEYS INDUSTRIES LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2019

Particulars		Note No.	Figures as at the end of previous reporting year 2018-19	Figures as at the end of previous reporting year 2017-18
I.	Revenue From Operations	18	270,927,929.34	326,780,003.00
II.	Other Income	19	3,233,265.13	1,284,119.00
III.	Total Revenue (I + II)		274,161,194.47	328,064,122.00
IV.	Expenses:			
	Cost of Materials Consumed	20	205,002,919.76	278,410,324.00
	Purchases of Stock-in-Trade		-	-
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	21	(5,099,642.85)	(14,911,678.00)
	Employee Benefits Expense	22	22,965,718.00	12,257,493.00
	Finance Costs	23	10,956,774.26	11,009,978.00
	Depreciation and Amortization Expense	10	6,844,006.54	5,662,116.00
	Other Expenses	24	22,840,746.81	20,904,190.00
	Total Expenses		263,510,522.52	313,332,423.00
V.	Profit before exceptional and extraordinary items and tax (III-IV)		10,650,671.95	14,731,699.00
VI.	Exceptional Items		(94,750.00)	-
VII.	Profit Before Extraordinary Items and Tax (V - VI)		10,745,421.95	14,731,699.00
VIII.	Extraordinary Items		-	-
IX.	Profit Before Tax (VII- VIII)		10,745,421.95	14,731,699.00
X	Tax Expense:			
	(1) Current tax		2,949,894.00	4,206,135.00
	(2) Prior Period Tax		-	18,753.00
	(3) Deferred Tax Assets/(Liabilites)		123,836.00	14,873.00
XI	Profit (Loss) for the period from continuing operations (IX-X)		7,919,363.95	10,521,684.00
XII	Profit/(loss) from discontinuing operations		-	-

XIII	Tax expense of discontinuing operations		-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV	Profit (Loss) for the period (XI + XIV)		7,919,363.95	10,521,684.00
XVI	Earnings Per Equity Share:			
	(1) Basic		1.72	3.12
	(2) Diluted		1.72	3.12

Significant Accounting policies and Notes to Accounts
As per Our Reports of Even Date Attached
For, KPMC & Associates
Chartered Accountants

For, Latteys Industries Limited

CA Rajesh Kumar
Partner
M. No 099655
FRN. 005359C

Kapoor Chand Garg
Managing Director
DIN: 00434621

Pawan Garg
Director
DIN: 00434836

Nikhil Vadera
Company Secretary

Viral H Patel
Chief Financial Officer

PLACE: DELHI
DATE:30/05/2019

PLACE: AHMEDABAD
DATE:30/05/2019

PLACE: AHMEDABAD
DATE:30/05/2019

LATTEYS INDUSTRIES LIMITED
CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

	Particulars		Figures for the current reporting period 2019		Figures for the current reporting period 2018
I.	Cash Flow From Operating Activities				
	Profit Before Tax	10,745,421.95		14,731,699.00	
	Adjustment for :-				
	Depreciation	6,844,006.54		5,662,116.00	
	Finance Cost	10,956,774.26		11,009,978.00	
	Interest on Duties & Taxes	239,198.70		387,651.00	
	Profit or Loss on Sale of Fixed Assets	(102,829.36)		-	
	(Foreign Exchange Gain)/ Loss	106,415.97		(17,634.00)	
	Provisions	(202,346.00)		(35,099.00)	
	Round Off Balance	0.17		(1.00)	
	Operating Profit	28,586,642.23		3,17,38,710.00	
	(Increase) / Decrease in Inventories	(48,573,872.95)		(1,652,663.00)	
	(Increase) / Decrease in Trade Receivables	18,297,796.71		(1,87,14,949.00)	
	(Increase) / Decrease in Short Term Loans & Advances	(4,185,869.33)		(7,513,198.00)	
	(Increase) / Decrease in Other Current Assets	(1,208,950.10)		141,115.00	
	Increase / (Decrease) in Creditors	(29,020,059.22)		(11,560,155.00)	
	Increase / (Decrease) in Current Liabilities-Other than Bank Borrowings & prov for I.Tax	(2,797,274.92)		3,751,390.00	
	Operating Cash Flow Before Extra Ordinary Item	(38,901,587.58)		(3,809,750.00)	
	(Foreign Exchange Loss)/ Gain	(106,415.97)		17,634.00	
	Interest on Duties Taxes	(239,198.70)		(387,651.00)	

Demand Paid under VAT Law			(6,000.00)	
Income Tax Paid During The Year	(4,606,135.00)	43,853,337.25	(3,794,032.00)	(7,979,799.00)
Cash Flow From Investing Activities				
Investment in Fixed Assets	(10,201,207.38)		(17,063,748.00)	
Proceeds from Fixed Assets	640,000.00		-	
(Increase) / Decrease in Long Term Loans & Advances	(21,500.00)		(34,505.00)	
(Increase) / Decrease in Investment	(11,100,000.00)	(20,682,707.38)	-	(17,098,253.00)
Cash Flow From Financing Activities				
Proceeds from issue of Share Capital	76,513,196.00		6,120,050.00	
Net Increase / (Decrease) in Borrowings	3,360,843.52		20,135,059.00	
Net Increase / (Decrease) in Other Long Term Liab.	130,000.00		420,000.00	
Finance Cost	(10,956,774.26)	69,047,265.26	(11,009,978.00)	15,665,131.00
		4,511,220.63		(9,412,921.00)
Opening Cash & Cash Equivalents (Note-1)		(514,538.00)		8,898,383.00
Closing Cash & Cash Equivalents (Note-1)		3,996,682.63		(514,538.00)
Notes to the cash flow statement				
Cash & Cash Equivalents		2018-2019		2017-2018
Cash In Hand		3,688,340.00		348,045.00
Balance With Bank		308,342.63		(862,583.00)
Total Cash & Cash Equivalents		3,996,682.63		(514,538.00)

2	The company has undrawn borrowing facilities of INR 7205265/- and may be used for business need.				
3	Changes in Trade Receivables are adjusted to exclude the Foreign (Exchange Gain)/ Losses of INR (17634/-) and 1,06,791/- for the Period ended on 31-03-2018 and for the year ended 31-03-2017 respectively.				
<p>Significant Accounting policies and Notes to Accounts As per Our Reports of Even Date Attached For, KPMC & Associates Chartered Accountants</p>					
<p>For, Latteys Industries Limited</p>					
<p>CA Rajesh Kumar Partner M. No 099655 FRN. 005359C</p>	<table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;"> <p>Kapoor Chand Garg Managing Director DIN: 00434621</p> </td> <td style="width: 50%; vertical-align: top;"> <p>Pawan Garg Director DIN: 00434836</p> </td> </tr> <tr> <td style="vertical-align: top;"> <p>Nikhil Vadera Company Secretary</p> </td> <td style="vertical-align: top;"> <p>Viral H Patel Chief Financial Officer</p> </td> </tr> </table>	<p>Kapoor Chand Garg Managing Director DIN: 00434621</p>	<p>Pawan Garg Director DIN: 00434836</p>	<p>Nikhil Vadera Company Secretary</p>	<p>Viral H Patel Chief Financial Officer</p>
<p>Kapoor Chand Garg Managing Director DIN: 00434621</p>	<p>Pawan Garg Director DIN: 00434836</p>				
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<p>PLACE: AHMEDABAD DATE:30/05/2019</p>	<p>PLACE: AHMEDABAD DATE:30/05/2019</p>				

M/s. LATTEYS INDUSTRIES LIMITED

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

A) SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED ON 31.03.19

a. Accounting Basis and Convention :

The financial statements have been prepared to comply with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2015 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

b. Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

c. Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

d. Fixed Assets :

Fixed Assets, are stated at cost less accumulated depreciation. The cost of the assets comprise its purchase price, borrowing cost and any other cost directly attributable to bringing the asset to its working condition for its intended use. When significant parts of Property, Plant & Equipment are required to be replaced at intervals, the company recognizes such part as individual assets with specific useful lives and depreciates them accordingly. Subsequently expenditures related to an item of asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing Property, Plant & Equipment including day-to-day repairs and maintenance expenditure and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

e. Depreciation and Amortisation

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Written Down Value Method based on the useful lives of respective assets as estimated by the management and/or based on the useful life prescribed in Schedule II to the Companies Act, 2013. The Identified components are depreciated over their useful lives as estimated by the management.

f. Inventories :

The raw material is valued at cost and finished goods valued at cost or market price whichever is less as per last year practice.

g. Investments :

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

h. Revenue Recognition :

a) Sale of Goods: Sales Revenue is recognized based on the nature of activity, when consideration can be reasonably measured and there exists reasonable certainty of its recovery and substantial risks and rewards of ownership are transferred to the buyer under the terms of the contract.

b) Revenue from Services: Revenue from Services are accounted as and when the service is performed.

c) Other item of income are accounted as and when right to receive arises.

i. Employee Benefit

i). Employee benefits of short term nature are recognized as expense as and when it accrues. Employee benefits of long term nature are recognized as expenses based on actuarial valuation using projected unit credit method.

ii). Contributions are made to Provident Fund and Employees State Insurance as per the provisions of Provident Fund Act and ESI Act respectively and are charged to the Statement of Profit and Loss. The Company has no further obligations beyond its monthly contributions to the respective funds.

j. Borrowing Cost :

i). Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised for the period until the asset is ready for its intended use. A qualifying asset is an asset that necessarily takes substantial period of time to get ready for its intended use.

ii). Other Borrowing costs are recognised as expense in the period in which they are incurred.

k. Taxation :

Income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of Income-tax Act, 1961.

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of being reversal in one or more subsequent periods.

Minimum Alternative Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. The Company review the same at each Balance Sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

l. Provision

Provisions are recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources embodied economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

m. Government grants, subsidies and export incentives

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

Government grants in the nature of promoters' contribution like investment subsidy, where no repayment is ordinarily expected in respect thereof, are treated as capital reserve. Government grants in the form of non-monetary assets, given at a concessional rate, are recorded on the basis of their acquisition cost. In case the non-monetary asset is given free of cost, the grant is recorded at nominal value.

Other government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

n. Earning Per Share

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share from continuing ordinary operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. The dilutive potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. average market value of the outstanding shares). Dilutive potential equity shares are determined independently for each period presented. The number of equity shares and potentially dilutive equity shares are adjusted for share splits / reverse share splits and bonus shares, as appropriate.

o. Research and development expenses

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Fixed assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for Tangible Fixed Assets and Intangible Assets.

p. Share issues expenses

Share issue expenses and redemption premium are adjusted against the Securities Premium Account as permissible under Section 78(2) of the Companies Act, 1956, to the extent balance is available for utilisation in the Securities Premium Account. The balance of share issue expenses is carried as an asset and is amortised over a period of 5 years from the date of the issue of shares.

q. Reclassification

Previous period figures have been reclassified/regrouped, wherever necessary to conform to this year's classification. Figures have been rounded off to nearest rupee. Previous period figures are not comparable as constitute less than a year.

For, KPMC & Associates
Chartered Accountants

CA Rajesh Kumar
Partner
M. No 099655
FRN. 005359C

PLACE: DELHI
DATE: 30/05/2019

For, Latteys Industries Limited

Kapoor Chand Garg Pawan Garg
Managing Director Director
DIN: 00434621 DIN: 00434836

Nikhil Vadera Viral H Patel
Company Secretary Chief Financial Officer

PLACE: AHMEDABAD
DATE:30/05/2019

PLACE: AHMEDABAD
DATE:30/05/2019

LATTEYS INDUSTRIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2019

1	Share Capital	As at 31 March 2019		As at 31 March 2018	
		Number	Rs.	Number	Rs.
	Authorized 5000000, Equity Shares of Rs. 10 each	5,000,000.00	50,000,000.00	5,000,000.00	50,000,000.00
	Issued 4599666 Equity Shares of Rs. 10 each	4,599,666.00	45,996,660.00	3,377,666.00	33,776,660.00
	Subscribed & Fully Paid up 4599666 Equity Shares of Rs. 10 each	4,599,666.00	45,996,660.00	3,377,666.00	33,776,660.00
	Subscribed but not fully Paid up	-	-	-	-
	Total	4,599,666.00	45,996,660.00	3,377,666.00	3,776,660.00
1 (a)	Reconciliation of Share Capital	Equity Shares		Preference Shares	
		Number	Rs.	Number	Rs.
	Shares outstanding at the beginning of the year	3,377,666.00	33,776,660.00	-	-
	Shares Issued during the year	1,222,000.00	12,220,000.00	-	-
	Shares bought back during the year	-	-	-	-
	Shares outstanding at the end of the Period	4,599,666.00	45,996,660.00	-	-
1 (b)	List of Shareholder holding more than 5 % share (Equity Share)	As at 31 March 2019		As at 31 March 2018	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
	Kapoor Chand Garg	2916090.00	63.40%	2916090.00	86.33%
2	Reserves & Surplus			As at 31 March 2019 (Rs.)	As at 31 March 2018 (Rs.)
	A. Securities Premium				
	Opening Balance			-	3,621,041.00
	Add: Premium received on issue of shares under Initial Public Offer (12,22,000 Shares issued at premium of ` 56/= each, F.V. ` 10/=)			68,432,000.00	4,653,550.00

	Less : Premium Utilised for various reasons		
	IPO Expenses	(4,138,804.00)	-
	For Issuing Bonus Shares		(8,274,591.00)
	Closing Balance	64,293,196.00	-
	B. Surplus		
	Opening Balance	17,444,191.00	15,536,246.00
	(-) Assets Written Off *	-	-
	(+) Net Profit/(Net Loss) For the current year	7,919,363.95	10,521,684.00
	(+) Transfer from Reserves	-	-
	(-) Utilised for Issuing Bonus Share	-	(8,613,739.00)
	Closing Balance	25,363,554.95	17,444,191.00
	Total	89,656,750.95	17,444,191.00
3	Long Term Borrowings	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
(a)	Long Term Maturity of Term loans		
	HDFC Bank - Car Loans		
	HDFC Bank - (Maruti S Cross) Repayable in 60 EMI of ` 15740/= starting from 07.01.2016 and the last instalment will be falling due on 07.12.2020. Interest rate - 9.47% p.a.	136,233.82	303,506.00
	HDFC Bank - (Tata Nexon) Repayable in 36 EMI of ` 22423/= starting from 05.02.2019 and the last instalment will be falling due on 05.01.2022. Interest rate - 9.52% p.a.	451,227.55	-
	HDFC Bank Ltd(Tata Zest) Repayable in 60 EMI of ` 12705/= starting from 05.04.2016 and the last instalment will be falling due on 05.04.2021. Interest rate - 9.86% p.a.	144,650.13	275,731.00

	HDFC Bank - Term Loan (Land)	13,564,935.49	22,668,556.00
	Repayable in 48 EMI of ` 1,27,897/= starting from 07.04.2017 and the last instalment will be falling due on 07.03.2021. Interest rate - 10.45% p.a.		
	Repayable in 59 EMI of ` 2,07,751/= starting from 07.09.2015 and the last instalment will be falling due on 07.07.2020. Interest rate - 10.04% p.a.		
	Repayable in 49 EMI of ` 3,73,276/= starting from 07.11.2017 and the last instalment will be falling due on 07.11.2021. Interest rate - 9.51% p.a.		
	Repayable in 61 EMI of ` 1,72,432/= starting from 07.11.2017 and the last instalment will be falling due on 07.11.2022. Interest rate - 10.01% p.a.		
	HDFC Bank - Term Loan (Machine)	-	425,071.00
	Deutsche Bank (Term Loan)	3,714,542.47	4,265,248.00
	Repayable in 61 EMI of ` 78462/= starting from 05.11.2017 and the last instalment will be falling due on 05.02.2025. Interest rate - 9.25% p.a.		
	TOTAL	18,011,589.46	27,938,112.00
	Unsecured		
	(a) Loans and advances from related parties	-	-
	(b) Loan from Directors	3,166,248.57	1,064,404.00
	(c) Loan from Corporates & Others	6,905,509.00	10,505,509.00
		10,071,757.57	11,569,913.00
	TOTAL	28,083,347.03	39,508,025.00
	* All HDFC Bank Term Loans are secured against Equitable mortgage of properties as:- 1) Plot No. 16, Phase 1/2, GIDC Estate, Noroda, Ahmedabad-382330 in the name of Mr. Kapoor Chand Garg 2) Plot No. 625, Phase-4, , GIDC Estate Naroda, Ahmedabad-382330, in the name of Latteys Industries Ltd.		
4	Other Long Term Liabilities	As at 31 March 2019	As at 31 March 2018
		Rs.	Rs.
	(a) Security Deposit (Rent)	550,000.00	420,000.00
	TOTAL	550,000.00	550,000.00
5	Long Term Provisions	As at 31 March 2019	As at 31 March 2018
		Rs.	Rs.
	(a) Provision for employee benefits		
	Gratuity (Unfunded)	770,843.00	877,508.00
	TOTAL	770,843.00	877,508.00

6	Short Term Borrowings	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Secured		
	(a) Loans repayable on demand from HDFC Bank	822,29939.50	65,294,735.00
	TOTAL	822,29939.50	65,294,735.00
	* Cash Credit Limit of Rs. 10 Cr for Working capital needs of the company and Primarily secured against Stock and Debtors, Collateral Properties are 1) Plot No. 16, Phase 1/2, GIDC Estate, Noroda, Ahmedabad-382330 in the name of Mr. Kapoor Chand Garg 2) Plot No. 625, Phase-4, , GIDC Estate Naroda, Ahmedabad-382330, in the name of Latteys Industries Ltd.		
7	Trade Payables	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Total outstanding dues to Micro Enterprises and Small Enterprises *	1,08,98,731.54	10,19,41,498.00
	TOTAL	1,08,98,731.54	10,19,41,498.00
	* As per Management representation considering the trend in Submersible Pump Industry and verbal agreements between company and Sundry Creditors that payment terms are 90 days to 120 days normally, therefore company neither Paid any interest to creditors nor made any Provision, However as per MSME Act Sundry Creditors more than 15 days (Conserded only whoes MSME Certificates are received by the company) are 84.25 Lacs and considering fifteen days grace period calculated Interest to MSME is Rs. 162672/-.		
8	Other Current Liabilities	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Short term Maturity of Secured Borrowings	10,497,280.99	12,646,964.00
	Advance from Customers	1,320,699.53	2,590,771.00
	Expenses Payable	10,007,265.36	13,225,522.00
	Wages, Salary & Other Benefits*	2,789,202.00	706,269.00
	Duties & Taxes Payable		
	Professional Tax	-	58,694.00
	Service Tax Payable	-	532.00
	Ahmedabad Municipal Corporation	61,114.00	-
	Labor Welfare Fund	624.00	-
	ESI & EPF Payable	153,402.00	87,587.00
	TCS Payable	2,969.00	851.00
	TDS Payable	554,348.95	596,940.00
	TOTAL	25,386,905.83	299,14,130.00
	*Wages and Salary Payable has been netoff with the Advances to Employee		
9	Short Term Provisions	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Audit Fees Payable	141,600.00	34,500.00

	Bonus Payable	-	481,405.00
	Provision for Tax	2,949,894.00	4,206,135.00
	Provision for Duty Drawback Returnable	111,560.00	111,560.00
	Provision for Interest on Duty Drawback Refund Due	37,719.00	37,719.00
	Short Term Obligation (Gratuity)	1,658.00	97,339.00
	Interest Accrued but Not Due*	175,044.24	220,473.00
	TOTAL	3,417,475.24	5,189,131.00
	* Interest Accrued but Note Due is Interest part on Secured loan availed by the company for the Period of 08th March of 2019 to 31st March 2019		
11	Non-current investments	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Birla Sun Life Insurance*	4,233,039.00	4,233,039.00
	Advance Against Industrial Property	11,100,000.00	-
	FDR For Vat	119,261.00	119,261.00
	TOTAL	15,452,300.00	4,352,300.00
	* Company had taken insurance on the life of its Two Key Directors and Value are shown at Cost due to unavailability of information from Birla Sun Life Insurance		
12	Deferred Tax Assets/ Liabilities	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	(a) Deferred Tax Liabilities		
	on fixed assets	-	-
	(a) Deferred Tax Assets		
	on fixed assets	521,341.21	397,505.00
	TOTAL	521,341.21	397,505.00
13	Long Term Loans and Advances	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	(a) Security Deposits		
	Secured, considered good	-	-
	Unsecured, considered good	916,316.00	894,636.00
	TOTAL	916,316.00	894,636.00
14	Trade Receivables	As at 31 March 2019 Rs.	As at 31 March 2018Rs.
	Outstanding for a Period Exceeding Six Months	15,868,489.41	15,274,837.00

	Others Unsecured, considered good	50,729,012.88	69,620,462.00
	Less: Provision for doubtful debts	-	-
	TOTAL	66,597,502.29	84,895,299.00
15	Cash and cash equivalents	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	a. Balances with banks	308,342.63	(986,477.00)
	b. Cheques, drafts on hand	-	123,894.00
	c. Cash In hand	3,688,340.00	348,045.00
	Total	3,996,682.63	(514,538.00)
16	Short-term loans and advances	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	(b) Others		
	Advance to Suppliers	588,758.00	638,668.00
	Advance to Others	-	28,000.00
	Advance Tax	1,900,000.00	1,500,000.00
	GST Input	21,136,081.33	15,912,964.00
	VAT Input and Refund	6,981,707.00	7,941,045.00
	Total	30,606,546.33	26,020,677.00
17	Other Current assets (specify nature)	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Prepaid Expenses	192,261.00	131,917.00
	IGST Duty Drawback	730,263.00	-
	Rent Receivable	166,499.00	-
	TDS Receivable	409,085.10	142,613.00
	Interest Receivable	-	14,628.00
	Total	1,498,108.10	289,158.00
18	Revenue From Operation	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Sale of products Net Off Return	26,64,56,713.34	326,780,003.00
	Export Sales	44,71,216.00	-
	Total	270,927,929.34	326,780,003.00

19	Other Income	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Interest Income (FDR)	615,117.00	16,264.00
	Damage and Other Charges	148,221.00	-
	Incentive Drawback Income	81,140.00	-
	Freight & Forwarding Charges	262,957.77	-
	Rental income	1,930,000.00	1,200,000.00
	Rental Property (Other Charges)	173,800.00	58,839.00
	Profit on sale of Fixed Asset	8,079.36	-
	Cheque dishonor charges	13,950.00	9,016.00
	Total	3,233,265.13	1,284,119.00
	Interest Income Comprise Interest from:		
	: Others- Security Deposit with UGVCL	-	16,264.00
20	Cost of Material Consumed	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Opening Stock of Raw Material	67,339,040.00	80,598,055.00
	Purchases during the year (Net off Return & Discount)	220,621,668.73	237,847,957.00
	Add: Direct Expenses	27,855,481.13	26,997,468.00
	Add: VAT Credit Not Allowed	-	305,884.00
	Less: Closing Stock of Raw Material	110,813,270.10	67,339,040.00
	Total	205,002,919.76	278,410,324.00
21	Changes in Inventories of finished goods, work- in- progress, Stock in Trade and Intermediaries	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Finished Goods		
	Opening Stock	55,520,712.00	40,609,034.00
	Closing Stock	(60,620,354.85)	(55,520,712.00)
	Total	(5,099,642.85)	(14,911,678.00)
22	Employee Benefits Expense	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	(a) Salaries and incentives	18,369,087.00	7,878,335.00
	(b) Provident fund/ Employee State Insurance	830,455.00	449,751.00
	(c) Gratuity fund contributions	(202,346.00)	(35,099.00)
	(d) Staff welfare expenses	128,522.00	124,506.00

	(e) Leave Encashment	-	-
	(f) Director remuneration	3,840,000.00	3,840,000.00
	Total	22,965,718.00	12,257,493.00
	Finance Cost	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Interest Expense	10,250,492.87	10,541,978.00
	Other Borrowing Costs Including Processing Fees & Bank Charges	706,281.39	468,000.00
	Total	10,956,774.26	11,009,978.00
23	Other Expenses	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Advertisement & Publicity	21,176.48	278,776.00
	Audit Fees (Statutory)	141,600.00	34,500.00
	BIS Marking & Licence Fee	525,698.80	378,928.00
	Bad Debts	1,083,045.00	-
24	Commission on Sales & Purchase	828,252.00	1,223,395.00
	Commission on Others	73,684.00	-
	Conveyance, Fuel & Diesel	299,799.08	300,535.00
	Discount and Scheme on Sales	3,489,384.45	1,835,035.00
	Excise Duty on Branch Transfer and Export	-	474,190.00
	Electricity Expenses	436.00	22,068.00
	Festival Expense	86,611.00	45,168.00
	Freight Outward	120,194.61	3,293,996.00
	Foreign Exchange Difference	106,415.97	(17,634.00)
	Insurance Expenses	77,822.00	25,696.00
	Interest & Penalties on Duty & Taxes	239,198.70	387,651.00
	IPO Expenses (NSDL and CDLS Fees)	-	84,000.00
	Membership Fees & Subscription Charges	248,679.00	15,026.00
	Miscellaneous Expenses	199,556.47	127,875.00
	Municipal Taxes	226,843.00	228,504.00
	Office Expenses	1,049,074.60	471,790.00
	Office & Godown Rent (All Branches)	2,885,700.00	2,954,325.00
	Postal Expenses	28,146.10	23,977.00
	Printing & Stationery Expenses	67,127.77	113,881.00
	Prior Period Expenses	911.00	98,820.00
	Professional Expenses	1,113,131.40	840,604.00
	Repair & Maintenance	1,482,418.65	1,233,580.00

	ROC Fees	20,700.00	239,850.00
	Sale Promotion Expenses	2,442,369.24	2,039,599.00
	Security Guard Charges	262,833.34	289,639.00
	Short & Excess	(8,410.04)	(118,756.00)
	Shop Survey and Registration Fees	-	60,000.00
	Star Rating Expenses	-	114,000.00
	Sticker Charges	44,798.50	123,550.00
	Telephone Expenses	51,483.81	106,703.00
	Tour & Travelling Expenses & Conveyance (Including Lodging Charges)	4,865,267.61	3,521,442.00
	VAT Credit Disallowed (Assessment)	689,988.27	-
	Water Expenses (Branch)	30,000.00	8,937.00
	Weight Charges	46,810.00	44,540.00
	Total	22,840,746.81	20,904,190.00
25	Inventories	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	a. Raw Materials and components	110,813,270.10	67,339,040.00
	b. Work-in-progress	-	-
	c. Finished goods	60,620,354.85	55,520,712.00
	Total	171,433,624.95	122,859,752.00
26	Payment to Auditors includes	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	a) Audit Fees		
	- Statutory and Tax Audit Fees	141,600.00	34,500.00
	b) Others		
	- Other Matters	-	-
	Total	141,600.00	34,500.00

27	Related Party	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	a) Directors		
	Kapoor Chand Garg		
	Pawan Garg		
	b) Other Related Party of KMP		
	Fortune Telenet Pvt Ltd		
28	Disclosure of Related Party Transactions	As at 31 March 2019 Rs	
	Remuneration Refer 27(a)	3,840,000.00	
	Rent Paid Refer 27(a)	1,122,000.00	
	Interest on Loan Refer 27(a)	225,917.00	
	Loans (Liability) Refer 27(a)	3,166,248.57	
	Interest on Loan Refer 27(b)	24,000.00	
	Loans (Liability) Refer 27(b)	200,000.00	
	Total	8,578,165.57	
29	Earning Per Share	As at 31 March 2019 Rs.	As at 31 March 2018 Rs.
	Profit & Loss for the year	7,919,363.95	10,521,684.00
	Number of Equity Share outstanding	4,599,666.00	3,377,666.00
	Earning Per Share	1.72	3.12
30	<p>Court Cases : Against Company Management Representation received from company there is no Legal case pending against the company</p> <p>Court Cases : Filed by the company Management Representation received from company there are Two Legal case pending against the company</p> <p>1) KANIS PUMPS AND CABLE MR. BALA CHANDRAN : Cheque Return 3,89,984/- DT 15.11.2017 Complaint Filed U/S 138 Read With 142 of Negotiable Instruments Act in the Metropolitan Magi. Court at Ahmedababad</p> <p>2) MANIPAL TRADERS (RANCHI) MR. TAPANKUMAR SHAH : Cheque Return 3,89,984/- DT 15.11.2017 Complaint Filed U/S 138 Read With 142 of Negotiable Instruments Act in the Metropolitan Magi. Court at Ahmedababad</p>		

LATTEYS INDUSTRIES LIMITED
LIST FORMING PART OF PROFIT & LOSS SCHEDULES AS ON MARCH 31, 2019

Particulars	As at 31 March 2019
Direct Expenses	
Consumable Stores	2,067,438.24
Freight Inward	4,911,356.01
Job Work Charges	3,736,559.72
Power & Fuel	1,317,636.04
Material & Pump Testing	70,895.00
Tools Expenses	805,048.12
Wages & Salary	14,945,720.00
Labour Welfare Fund	828.00
Water Charges	-
Total	27,855,481.13
REPAIR & MAINTENANCE EXPENSES	
(A)- REPAIRING AND MAINTENANCE-DIRECT	
AMC Charges	73,332.06
CNC Tools Expense	151,700.00
Instruments Repair Expense	800.00
Repair and Maintenance-Pattern	15,400.00
Repairs(Plant & Machinery)	1,560.00
(B) - REPAIRING EXPENSES	
Computers Maintenance Expenses	36,666.00
Repairs & Maintenance Expenses	483,775.21
Repairs & Maintenance Expenses-PART	17,940.00
Vehicle Maintenance Expenses	83,994.70
Software Repair & Maintenance	29,400.00
RO SYSTEM REPAIRING	23,150.00
MAINTENANCE EXPENSES-BUILDING	410,979.68
PUMP REPAIRING CHARGES-KANPUR	108,358.00
VEHICLE MAINTENANCE-KANPUR	45,363.00
Total	1,482,418.65
SALES PROMOTION EXPENSES	
Dealers Meeting	641,734.00
Sales Promotion Expenses	1,550,318.48
Sales Promotion Expenses(Coachin)	35,015.28
Sales Promotion Expenses & Schemes (Kanpur)	206,745.48
Sales Promotion Expenses(Secunderabad)	8,556.00

Total	2,442,369.24
TELEPHONE EXPENSES	
Mobioe Bill Expenses	1,447.00
Telephone Expenses	46,803.81
Telephone Expenses(Coachin)	2,583.00
Telephone Expenses(Jaipur)	360.00
Telephone Expenses(Kanpur)	290.00
Total	51,483.81
OFFICE & OFFICE MAINTENANCE EXPENSES	
Maintenance Expenses	22,591.00
Office Expenses	302,421.00
Office Expenses(Jaipur)	45,825.00
Office Expenses(Kanpur)	317,975.60
Office Expenses(Indore)	104,355.00
Office Expenses(Odisha)	55,501.00
Office Expenses(Patna)	101,149.00
Office Expenses(Ranchi)	42,025.00
Office Expenses(Secunderabad)	57,232.00
Total	1,049,074.60
PRINTING & STATIONERY EXPENSES(ALL BRANCH)	
Stationery Expenses	29,887.77
Stationery Expenses (Coachin)	1,127.00
Stationery Expenses (Jaipur)	3,037.00
Stationery Expenses (Kanpur)	5,646.00
Stationery Expenses (Ranchi)	680.00
Scanning & Cad Modeling	7,500.00
Printer Refilling Expenses	19,250.00
Total	67,127.77
OFFICE & GODOWNS RENT	
Ahmedabad	900,000.00
Coachin	264,000.00
Delhi	222,000.00
Haryana	18,000.00
Jaipur	156,000.00
Kanpur	423,500.00
Indore	199,000.00
Odisha	108,000.00

Patna	395,200.00
Ranchi	144,000.00
Secunderabad	56,000.00
Total	2,885,700.00
TRAVELLING & CONVEYANCE EXPENSES(ALL BRANCH)	
Travelling & Conveyance	1,248,005.37
Refreshment Expenses	69,377.00
Ahmedabad	787,987.00
Coachin	159,305.00
Haryana	41,419.00
Jaipur	35,423.00
Kanpur	1,157,102.88
Indore	99,593.00
Odisha	457,239.00
Patna	485,886.75
Ranchi	260,694.61
Secunderabad	63,235.00
Total	4,865,267.61
Finance Charges	
Interest on Loans (Secured)	3,148,946.87
Interest on CC Limit	6,177,416.00
Interest on Loans (UnSecured)	924,130.00
Bank Charges & Processing	706,281.39
Total	10,956,774.26

M/s. LATTEYS INDUSTRIES LIMITED

(Formerly Known as M/s. LATTEYS INDUSTRIES PVT. LTD.)

(Formerly Known as M/s. LATTEYS PUMPS INDUSTRIES PVT. LTD.)

Note-10

S. N O.	PARTICULARS	GROSS BLOCK						ACCUMULATED DEPRECIATION			NET BLOCK	
		ASON 01.04.18	ADD.	DE D/ Sal e	ACQ UIRE D TH BUSI NES S COM BINA TION	RE VA LU ATI ON /IM PA IR EM ENT	ASON 31.03.2019	ASON 01.04.2018	FOR THE PERIOD	UPTO 31.03.2018	W.D.V. AS ON 31.03.2019	W.D.V. AS ON 31.03.2018
<u>Tangible Assests</u>												
	<u>LAND</u>											
	Land at Naroda(Factory)	15,887,462.00	-	-	-	-	15,887,462.00	-	-	-	15,887,462.00	15,887,462.00
	Plot at Vibrant Industrial Park	505,250.00	(505,250.00)	-	-	-	-	-	-	-	-	505,250.00
	<u>BUILDING</u>											
	Building Unit 1	19,134,823.65	161,850.00	-	-	-	19,296,673.65	1,421,839.80	1,698,499.41	3,120,339.21	16,176,334.44	17,712,983.85
	Building Shed Unit 2	3,844,532.00	-	-	-	-	3,844,532.00	210,685.18	349,356.15	560,041.33	3,284,490.67	3,633,846.82
	<u>PLANT & EQUIPMENT</u>											
	Air Condition	343,471.81	133,203.13	-	-	-	476,674.94	125,634.70	50,744.68	176,379.38	300,295.56	217,837.11
	Air Turbo Ventilator FAN	24,480.00	-	-	-	-	24,480.00	15,179.55	1,720.30	16,899.85	7,580.15	9,300.45
	Barcode Printer	25,988.00	-	-	-	-	25,988.00	15,239.73	1,963.22	17,202.95	8,785.05	10,748.27
	Cut Off Machine	7,000.00	-	-	-	-	7,000.00	354.14	1,204.58	1,558.72	5,441.28	6,645.86
	Electrical Fitting	59,951.36	3,455.28	-	-	-	63,406.64	21,548.59	7,715.04	29,263.63	34,143.01	38,402.77
	Fans	248,506.03	45,991.42	-	-	-	294,497.45	104,678.39	31,912.87	136,591.26	157,906.19	143,827.64
	Mobile Telephone	140,256.15	38,394.43	-	-	-	178,650.58	41,750.23	18,701.31	60,451.54	118,199.04	98,505.92
	Plant & Machinery	23,221,646.67	966,138.00	-	-	-	24,187,784.67	9,978,143.95	2,420,471.36	12,398,615.31	11,789,169.36	13,243,502.72
	Power Panel	102,850.00	-	-	-	-	102,850.00	33,205.29	12,627.30	45,832.59	57,017.41	69,644.71

Printer	34,200.00	42,881.36	-	-	-	77,081.36	7,473.21	10,245.89	17,719.10	59,362.26	26,726.79
R.O. System	113,352.50	5,500.00	-	-	-	118,852.50	69,612.86	8,223.25	77,836.11	41,016.39	43,739.64
Refrigrator	13,500.00	-	-	-	-	13,500.00	8,331.73	950.70	9,282.43	4,217.57	5,168.27
Water Cooler	97,664.00	-	-	-	-	97,664.00	26,405.37	12,903.90	39,309.27	58,354.73	71,258.63
Welding Machine	3,800.00	-	-	-	-	3,800.00	67.85	676.00	743.85	3,056.15	3,732.15
Video Camera	764,427.00	-	-	-	-	764,427.00	277,923.44	88,278.88	366,202.32	398,224.68	486,503.56
Face Device Machine	46,000.00	-	-	-	-	46,000.00	24,053.86	3,978.35	28,032.21	17,967.79	21,946.14
Measurment Machine	18,143.51	-	-	-	-	18,143.51	4,389.14	2,493.44	6,882.58	11,260.93	13,754.37
Crane 1 TON		418,000.00				418,000.00	-	4,561.12	4,561.12	413,438.88	-
Tester for Hardness		40,000.00				40,000.00	-	674.55	674.55	39,325.45	-
Solar Power Generating System		1,720,000.00				1,720,000.00	-	169,767.38	169,767.38	1,550,232.62	-
FURNITURE & FIXTURES											
Furniture & Fixtures	1,191,006.13	1,496,479.97	-	-	-	2,687,486.10	394,867.00	353,474.95	748,341.95	1,939,144.15	796,139.13
Patterns & Shapes (Including Dies)	4,048,569.72	3,579,166.71	-	-	-	7,627,736.43	809,979.17	759,797.04	1,569,776.21	6,057,960.22	3,238,590.55
VEHICLES											
Mahindra Maxi Truck	336,571.61	-	-	-	-	336,571.61	293,059.11	15,396.25	308,455.36	28,116.25	43,512.50
Car (Maruti Suzuki S Cross)	915,697.00					915,697.00	524,135.13	122,977.28	647,112.41	268,584.59	391,561.87
Car (Mega XL)	466,500.00	150,540.00	-	-	-	617,040.00	4,390.60	189,339.66	193,730.26	423,309.74	462,109.40
Car (Tata Zest)	729,674.00	-	-	-	-	729,674.00	393,447.41	105,209.66	498,657.07	231,016.93	336,226.59
Car (Tata Nexon)		766,998.00				766,998.00	-	64,978.50	64,978.50	702,019.50	-
Honda Bike		53,603.00				53,603.00	-	12,476.66	12,476.66	41,126.34	-
Honda Activa		71,500.00				71,500.00	-	9,912.00	9,912.00	61,588.00	-
COMPUTERS & PRINTERS											
Computer	648,557.82	280,227.27	-	-	-	928,785.09	451,359.10	233,687.08	685,046.18	243,738.91	197,198.72
Computer - Kanpur	18,000.00	-	-	-	-	18,000.00	17,612.80	-	17,612.80	387.20	387.20
Laptop	239,897.63	46,610.17	-	-	-	286,507.80	161,492.64	46,785.04	208,277.68	78,230.12	78,404.99
TOTAL TANGIBLE ASSETS	73,231,778.59	9,515,288.74	-	-	-	82,747,067.33	15,436,859.97	6,811,703.80	22,248,563.77	60,498,503.56	57,794,918.62

Intangible Assets Under Development

Testing Software		19,000.00				19,000.00	-	16,657.53	16,657.53	2,342.47	-
Busy Software SQL		40,500.00				40,500.00	-	15,645.21	15,645.21	24,854.79	-
Delta Software	546,356.00	89,248.00	-	-	-	635,604.00	-	-	-	635,604.00	546,356.00
TOTAL IAUD	546,356.00	148,748.00	-	-	-	695,104.00	-	32,302.74	32,302.74	662,801.26	546,356.00
GRAND TOTAL	73,778,134.59	9,664,036.74	-	-	-	83,442,171.33	15,436,859.97	6,844,006.54	22,280,866.51	61,161,304.82	58,341,274.62

LATTEYS INDUSTRIES LIMITED
LIST FORMING PART OF BALANCE SHEET SCHEDULES AS ON MARCH 31, 2019

UNSECURED LOANS		
Particulars		As at 31 March 2019
Loans from Directors		
Kapoor Garg		520,568.93
Pawan Garg		2,645,679.64
		3,166,248.57
Loans from Corporates & Others		
Gulistan Marketing Pvt Ltd		4,105,509.00
M. S. Fortune Telenet Pvt Ltd		200,000.00
Ostrich Infra Reality Private Limited		2,600,000.00
		6,905,509.00
Total		10,071,757.57
ADVANCE FROM CUSTOMERS		
Building World	Cochin Branch	1,675.75
Sri Jyothiswarupa Electricals	ABD Branch	3,009.20
Gujrat Agrotech DC Patel V8 Old Motor	Others	76,000.00
Nanda Builders	Delhi Branch	732,636.03
Shree Ram Enterprise	Delhi Branch	10,000.00
Jai Ambey Machinery Store (RJ)	Jaipur Branch	35,572.00
Shyam Machinery Store (Sikandra)	Jaipur Branch	26,460.28
Mittal Associates	Jaipur Branch	24,811.00
M/S Saddu Electrical & Repairing Work	Kanpur Branch	132,879.00
Vishwanath Prasad Shanti Lal (Kopaganj)	Kanpur Branch	98,884.27
Sakshi Iron And Building Material	Kanpur Branch	50,000.00
Suresh Chand And Sons	Kanpur Branch	44,411.00
Shree Ram Janki Iron Store(Khalilabad)	Kanpur Branch	25,656.20
Chaddha Electric Works (Allahabad)	Kanpur Branch	21,197.38
Arpit Machinery Store (Amethi)	Kanpur Branch	10,152.52
Anshu Krishi Yantra Store (Koshambi)	Kanpur Branch	3,976.38
Vijay Machinery Stores	Kanpur Branch	2,559.36
Pradhan Agro Service	Odisha Branch	12,614.56
R. B. Steel	Patna Branch	2,819.00
Mahaluxmi Agency	Patna Branch	587.00
M/s Shitla Farm Service	Ranchi Branch	2,876.00
Hindustan Motors and Pump House	Ranchi Branch	1,593.00

Ganesh Electrical & Hardware	Pune Branch	329.60
Total		1,320,699.53
Expenses Payable		
Commission Payable		278,613.75
Directors Current A/c		6,097,915.80
Staff Imprest A/c		529,697.17
Domineer Financial Services Ltd		579,875.64
Interest Payable on Unsecured Loan		2,458,591.00
Chandra Kant Jha		(5,250.00)
National Stock Exchange Limited		(1,013.00)
Samitha Baig Cochin Rent Payable		(25,560.00)
Singhal & Associates		28,000.00
Sukanth Rent Patna Godown		13,200.00
Viajy Kumar Golani (Jaipur Rent)		39,475.00
Vishwanath Prasad Patna Rent		13,720.00
Total		10,007,265.36
<u>Security Deposit</u>		<u>List-M</u>
Havmore Ice Cream Pvt.Ltd.		130000.00
Mazda Limited		420000.00
Total		550000.00



Miles to go...



LATTEYS INDUSTRIES LIMITED

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OFFICES: AHMEDABAD | BHUBANESHWAR | COCHIN | DELHI | JAIPUR | KANPUR
KOLKATA | PATNA | PUNE | RANCHI | INDORE | SECUNDERABAD

