



ALKALI METALS LIMITED

AN ISO 9001 & 14001, API COMPANY AND EXPORT HOUSE

57th

ANNUAL REPORT 2024 – 2025



**Board of Directors & Key Managerial Personnel**

Dr. J.S. Yadav	Chairman & Non-Independent Director (w.e.f. 21 st August, 2024)
Sri. Y.S.R. Venkata Rao	Managing Director
Sri. K.V. Suryaprakash Rao	Independent Director
Sri Murali Krishna Chevuturi	Independent Director (w.e.f. 21 st August, 2024)
Dr.T.V.Rao	Independent Director (w.e.f. 21 st August, 2024)
Sri. G. Jayaraman	Director (w.e.f. 21 st August, 2024)
Dr. A.R. Prasad	Director
Smt. Y. Lalithya Poorna	Director
Mr. Y.V. Prashanth	Executive Director
Mrs. Gayathri Kesavarapu	Chief Financial Officer (w.e.f. 7 th August, 2024)
Mr. Siddharth Dubey	Company Secretary

Statutory Auditors

M/s. C K S Associates
Chartered Accountants (Upto 18th July 2025)

Internal Auditor

Ramakrishna & Associates
Chartered Accountants

Secretarial Auditor

CS B. Venkatesh Babu
Practicing Company Secretary

Bankers

State Bank of India
SME Yellareddy Guda Branch,
8-3-961/B, 1st Floor, Srinagar Colony Main Rd,
Yella Reddy Guda, Hyderabad, Telangana 500073

Registered Office & Factories**Unit - I**

Plot B-5, Block III, Industrial Development Area,
Uppal, Hyderabad - 500 039, Telangana, India

Unit - II

Sy.No. 299 to 302, Dommara Pochampally Village,
Qutubullapur Mandal, Medchal District - 500 043, Telangana, India

Unit - III

Plot No. 36, 37 & 38, JN Pharma City,
Visakhapatnam - 531 019, Andhra Pradesh, India

Registrar & Share Transfer Agent

M/s. Cameo Corporate Services Limited
Subramanian Building, No.1, Club House Road, Chennai - 600002, Tamil Nadu



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**NOTICE OF THE 57TH ANNUAL GENERAL MEETING**

Notice is hereby given that the **57th Annual General Meeting of M/s. Alkali Metals Limited** will be held on **Thursday the 21st Day of August 2025, at 11:00 A.M. IST through two-way audio-video conference facility** hosted from the Registered Office of the Company to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements as on 31st March, 2025 together with the reports of the Directors and Auditors thereon.
2. To declare Final Dividend for the financial year 2024-25.
3. To elect a Director in place of Mr. Y. V. Prashanth (DIN:00345418) who retires by rotation and is eligible for re-appointment.
4. To elect a Director in place of Dr. A.R. Prasad (DIN:08765436) who retires by rotation and is eligible for re-appointment.

SPECIAL BUSINESS:

5. Appointment of CS. B. Venkatesh Babu, Company Secretary in Practice (Peer Review No. 1954/2022) as Secretarial Auditor of the Company for a period of 5 years.

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

“RESOLVED THAT pursuant to the provisions of Section 204 and all other applicable provisions, if any, of the Companies Act, 2013 and the rules framed thereunder (including any statutory modification (s) and re-enactment thereof for the time being in force) and pursuant to Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and on recommendation of Audit Committee and Board of Directors, CS. B. Venkatesh Babu, Company Secretary (Peer Review No. 1954/2022), be and is hereby appointed as Secretarial Auditors of the Company for a term of five (5) consecutive financial years commencing from the conclusion of the ensuing 57th Annual General Meeting till the conclusion of 62nd Annual General Meeting to be held in the year 2030 at such remuneration plus applicable taxes and actual out of pocket expenses incurred in connection with the audit as may be mutually agreed between the Board of Directors and the Secretarial Auditor(s).

RESOLVED FURTHER THAT any one of the Director or KMP be and is hereby authorized to file necessary forms with the Ministry of Corporate Affairs and to do all such acts, deeds and things, as it may in its absolute discretion deem necessary, proper or desirable to give effect to the above resolution.”

6. Ratification of Appointment of M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) who were appointed to fill the casual vacancy in the office of Statutory Auditors.

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

“RESOLVED THAT pursuant to the provisions of Section 139(8) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (The Rules), including any statutory modification(s) thereof for the time being in force and other applicable regulations, the members hereby ratify the appointment of M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors of the Company who were appointed by the Board of Directors in their meeting held on 18th July 2025 to fill the casual vacancy caused by the resignation of M/s. C K S Associates, Chartered Accountants (ICAI FRN:007390S) who had resigned with effect from that date.”



7. Appointment of M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors

To consider and if thought fit to pass with or without modifications the following resolution as an Ordinary Resolution :

“RESOLVED THAT the consent of the members be and is hereby granted to appoint M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors to hold office from the conclusion of this 57th Annual General Meeting of the Company till the conclusion of 62nd Annual General Meeting to be held in the year 2030 on such remuneration as may be mutually decided between the Board of Directors and Statutory Auditors.

RESOLVED FURTHER THAT any one of the Director or KMP be and is hereby authorized to file necessary forms with the Ministry of Corporate Affairs and to do all such acts, deeds and things, as it may in its absolute discretion deem necessary, proper or desirable to give effect to the above resolution.”

By order of the Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

**NOTES :**

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of Special Business set out above is annexed hereto and forms part of the Notice.
2. In compliance with the Ministry of Corporate Affairs (MCA) and Securities and Exchange Board of India (SEBI) Circulars to conduct their Annual General Meetings on or before 30th September, 2025 through video conferencing (VC) or other Audio Visual Means (OAVMs), the 57th Annual General Meeting (AGM) of the Company shall be conducted through Video Conferencing (VC).
3. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated 8th April, 2020, 13th April, 2020 and 5th May, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the 57th AGM will be provided by CDSL. The Company has also appointed CDSL to provide Video Conferencing facility for 57th AGM.
4. At the 57th AGM through VC the members can attend the meeting through log in credentials provided to them to connect to Video Conference. Physical attendance of the Members at the Meeting venue is not required. While Body Corporates are entitled to appoint authorized representatives to attend the 57th AGM through VC and participate thereat and cast their votes through e-voting.
5. The Members can join the 57th AGM in the VC/OAVM mode 30 minutes before the Meeting and also after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
6. Up to 1000 members will be able to join on a First Come First Serve basis to the 57th AGM. Please note that there will be no restrictions on account of First Come First Serve basis entry into e-AGM in respect of large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc.. who are allowed to attend the AGM without restriction on account of first come first served basis.
7. The attendance of the Members (members' logins) attending the 57th AGM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
8. Pursuant to MCA Circular No. 14/2020 dated 8th April, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the 57th AGM through VC/OAVM and cast their votes through e-voting.
9. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated 13th April, 2020, the Notice calling the AGM has been uploaded on the website of the Company at <https://www.alkalimetals.com/notice-of-the-meetings>. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.



10. The Register of members and transfer books of the company will remain closed from **Monday the 18th August 2025 to Thursday the 21st August 2025** both days inclusive.
11. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their depository participants with whom they are maintaining their demat accounts.
12. Members, who hold shares in electronic / Demat form are requested to furnish the update/change of address, details of their bank accounts, viz, name of the bank, full address of the branch, account no. etc., to their respective Depository Participants and who hold shares in physical form to the Company's Registrars and Transfer Agents **M/s. Cameo Corporate Services Ltd., Subramanian Building, No.1, Club House Road, Chennai – 600002** so as to enable the Company to incorporate the bank details on the dividend warrants.
13. Pursuant to Section 72 of the Companies Act, 2013 and the Rules made there under the Members holding shares in single name may, at any time, nominate in form SH-13, any person as his/her nominee to whom the securities shall vest in the event of his/ her death. Nomination would help the nominees to get the shares transmitted in their favour without hassles. Members desirous of making any cancellation/variation in the said nomination can do so in SH-14.
14. Members holding shares in identical order of names in more than one folio are requested to write to the Company's Registrars & Transfer Agents enclosing their share certificates to enable consolidation of their shareholdings in one folio. As per the amended Provisions based on the PAN, all different folios of the same PAN will be treated as one folio.
15. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242** dated 9th December 2020, under Regulation 44 of SEBI (LODR) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

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

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

The e-voting period commences on **Monday the 18th August 2025 (09:00 A.M. IST) and ends on Wednesday 20th August 2025 (05:00 P.M. IST)**. During this period shareholders of the Company, holding shares as on cut-off date of **Thursday the 14th August 2025** either in physical form or in Dematerialized form, may cast their vote electronically. The e-voting portal shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently. The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company. A member who has cast his/ her vote by electronic means is entitled to attend the AGM but not entitled to vote again at the AGM.

16. CS B. Venkatesh Babu, Company Secretary in Practice (F6708) has been appointed as the scrutinizer to scrutinize the remote e-voting process. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote



e-voting in the presence of at least two witnesses not in the employment of the Company and he will submit his report within the period not exceeding three working days from the conclusion of e-voting. The Chairman will declare the results on or after the AGM of the Company accordingly and will also be placed at the company website and also forward the same to the stock exchanges where the shares has been listed.

THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:

17.

- i. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- ii. Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	a) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & My Easi New (Token) Tab. b) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. c) If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & My Easi New (Token) Tab and then click on registration option. d) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL Depository	a) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for



	casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. b) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp c) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting d) For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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



Login Type	Helpdesk Details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000

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

iii. Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- The shareholders should log on to the e-voting website www.evotingindia.com.
 - Click on “Shareholders” module.
 - Now enter your User ID
 - For CDSL: 16 digits beneficiary ID,
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
 - Next enter the Image Verification as displayed and Click on Login.
- If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- If you are a first-time user follow the steps given below:

Mode	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- After entering these details appropriately, click on “SUBMIT” tab.
- Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly



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

- h) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- i) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
 - On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
 - Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
 - After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
 - Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
 - You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
 - If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
 - There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- j) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; secretarial@alkalimetals.com(designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR E-VOTING DURING AGM:

18. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
19. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
20. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
21. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.



22. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
23. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
24. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **3 days** prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **3 days** prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at **secretarial @ alkalimetals.com**. These queries will be replied to by the company suitably by email.
25. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
26. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
27. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

Process for those Shareholders whose email/mobile no. are not registered with the Company / Depositories -

28. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **secretarial@alkalimetals.com** or **investor@cameoindia.com**.
29. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
30. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 21 09911.

**Explanatory Statement pursuant to Section 102 of the Companies Act 2013****Item No.5**

In accordance with the provisions of Section 204 of the Companies Act, 2013, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, every listed company is required to appoint Secretarial Auditor for a term of 5 consecutive Financial Years.

Based on the recommendation of the Audit Committee, the Board of Directors, at their meeting held on 19th May 2025, approved the appointment of CS. B. Venkatesh Babu, Company Secretary in Practice, to conduct the Secretarial Audit of the Company for a term of 5 consecutive Financial Years, subject to the approval of the members Accordingly the agenda is enclosed in the Notice of the ensuing AGM and is recommended to be passed as an Ordinary Resolution.

None of the Directors or KMPs or their relatives are in anyway concerned or interested in this resolution.

Details of Secretarial Auditor seeking appointment/reappointment at the forthcoming 57th AGM to be held on 21st August 2025 under Regulation 36(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Particulars	Details
Proposed Fees Payable	Mutually agreed between the Secretarial Auditors and the Board on annual basis
Terms of Appointment	The Board at its meeting held on 19 th May 2025, approved the appointment of CS. B. Venkatesh Babu, Company Secretary in Practice, as Secretarial Auditors, for a term of five consecutive years commencing from FY 2025-26 till FY 2029-30, subject to approval of the shareholders at the ensuing 57 th Annual General Meeting.
Any material change in the fee payable to such Auditor from that paid to the outgoing auditor along with the rationale for such change	Not Applicable
Basis of recommendation for appointment including the details in relation to and credentials of the auditor proposed to be appointed	CS. B. Venkatesh Babu, is in Practice since 2002, he is a reputed professional with extensive experience in conducting secretarial audits for listed entities and is having experience in delivering comprehensive professional services across Corporate Laws, SEBI Regulations and FEMA Regulations. Their expertise includes conducting Secretarial Audits, Due Diligence Audits, IPOs, Takeover of listed and unlisted entities, Compliance Audits etc. The Board is of the opinion that his appointment would provide value-added insights into corporate governance practices. He has also conducted the Secretarial Audit of Alkali Metals Limited in the past upto the year ending 31st March 2025. In view of the proviso under Regulation 24A (1C) of SEBI (LODR) Regulations 2015, the previous tenure of CS B. Venkatesh Babu will not be taken into consideration in computing the term of appointment being considered at this 57th Annual General Meeting.

**Item No.6 & 7**

M/s. C K S Associates, Chartered Accountants (ICAI FRN: 007390S) were appointed for a term of 5 years in the AGM held on 21st August 2024. However, they had resigned w.e.f. 18th July 2025. The reasons for their resignation as provided in their resignation letter is “Internal Restructuring- which requires organizational change including retirement of some partners”. They have also confirmed that their resignation is not due to any disagreement or concern with the Management or the Audit Committee or the Company’s Financial Reporting Practices. Further it is also not due to any limitation in obtaining sufficient or appropriate audit evidence at any stage that could impact the financial statements or results. This has resulted in a casual vacancy in the office of the Statutory Auditors.

Based upon the recommendation of the Audit Committee, the Board at their meeting held on 18th July 2025 had appointed M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors to fill up the casual vacancy. In terms of Section 139(8) of the Companies Act, 2013, such appointment has to be ratified by the members within 90 days. Thereby, the Board recommends the members to ratify the appointment by passing an Ordinary Resolution for agenda No. 6 provided in the Notice of the ensuing AGM.

Further, in terms of Section 139 (1) of the Companies Act, 2013, the Statutory Auditors can be appointed for a term of 5 consecutive Financial Years beginning from the conclusion of the ensuing AGM. The Board is of the opinion that M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) have the required expertise to be the Statutory Auditors of the Company. M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) have provided the eligibility certificate to take up the Audit and have also confirmed that there no disciplinary proceedings against the firm or any of its partners, and that they do not suffer from any disqualifications to be so appointed. Thereby, the Board recommends the members to approve the appointment of M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors of the Company for a term of 5 years by passing an Ordinary Resolution for agenda No. 7 provided in the Notice of the ensuing AGM.

None of the Directors or KMPs or their relatives are in anyway concerned or interested in these resolutions.

Details of Statutory Auditor seeking appointment/reappointment at the forthcoming 57th AGM to be held on 21st August 2025 under Regulation 36(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 :

Particulars	Details
Proposed Fees Payable	Mutually agreed between the Statutory Auditor and the Board on annual basis
Terms of Appointment	Appointed in the Board Meeting held on 18 th July 2025 based upon the fulfilment of criteria required for appointment and on the recommendation of the Audit Committee to fill the casual vacancy caused by resignation of M/s. C K S Associates, Chartered Accountants, to hold office from the aforesaid date till the conclusion of this 57 th Annual General Meeting. Their appointment under Section 139(1) is from the conclusion of the ensuing 57 th Annual General Meeting till the conclusion of the 62 nd Annual General Meeting to be held in the year 2030.
Any material change in the fee payable to such Auditor from that paid to the outgoing auditor along with the rationale for such change	No Change



Basis of recommendation for appointment including the details in relation to and credentials of the auditor proposed to be appointed

The Firm has been handling the statutory, Internal and Tax Audits of Corporates, Non-corporates, not for profit companies, Firms, LLPs and Individuals and providing other professional services such as Tax Consultancy, Management services and Corporate Governance.

By order of the Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524



Board's Report

To,
The Members,
Alkali Metals Limited

Your Directors present hereunder 57th Annual Report on the business and operations of the Company and the accounts for the Financial Year ended 31st March, 2025.

1. Results of our operations

The results of our Operations for the Financial Year ended 31st March, 2025 is summarized as below:

Particulars	(All figures in ₹ Lakhs)	
	Financial Year 2024-25	Financial Year 2023-24
Turnover	8,233.00	8,285.59
Other Income	156.70	82.53
Total Revenue	8,389.70	8,368.13
Profit/(Loss) before finance charges, depreciation and taxation	8,547.87	7,712.29
Less : Finance Charges	240.12	256.04
Depreciation and Amortization expense	414.51	459.86
Profit/(Loss) before exceptional items and tax	(572.67)	195.97
Less: Exceptional items	230.83	40.81
Profit/(Loss) before tax	(803.50)	155.16
Less : Current Year's tax (MAT)	-	14.89
Previous Year's Tax	-	3.07
MAT Credit Entitlement	-	(0.49)
Deferred Tax	(223.52)	24.81
Profit/(Loss) After tax	(579.98)	112.88
Other Comprehensive Income (net) - Remeasurement of defined benefit plan	(0.28)	(61.37)
Total Comprehensive Income / (Loss) for the year	(580.26)	51.51

During the year 2024-25, the Company recorded a turnover of ₹ 8,233 Lakhs and Net Loss of ₹ 580.26 Lakhs compared to the turnover of ₹ 8,285.59 Lakhs and Net Profit of ₹ 51.51 Lakhs (after comprehensive items) of previous year 2023-24.

Though the Company was able to operate almost at the same level of operations as compared to previous year, the realizations and margins were lower. Further fixed expenditure which continued to be high, exceptional items recognized during the year, a loss was incurred during the year. During the last quarter of the Financial Year, though the performance improved, it could not compensate the losses incurred in the first three quarters.

2. Dividend

For the Financial Year 2024-25, the Board of Directors recommend a dividend of 5 % amounting ₹ 0.50 per equity share of ₹ 10 each paid-up subject to approval of the shareholders at the ensuing Annual General Meeting. The said dividend will be paid out of the accumulated reserves in accordance with the provisions of the Companies Act, 2013, to shareholders whose name appears in the register of members as on the record date within 30 days of declaration.

**3. Reserves**

During the year under review, Company did not transfer any amount to General Reserves.

4. Future outlook

The domestic market, continues to be highly competitive and given the size and capacities of the Company, the price sensitivity to the Company's products in the market segments in which it operates, also continues to be high.

The unexpected geopolitical scenarios and global economic conditions could have an impact on the business.

The Company is trying to form its strategies based on the market scenarios while continuously working on identifying new products and processes. The Company continues to explore new markets by participating in International and National exhibitions. The in-house R & D team continues the process of developing new products. Your Directors anticipate better business once the geo political and economic conditions improve.

The Company is trying to optimize its fixed cost and rationalize its capacity utilization to realize better yields, control costs and improve the performance and profitability.

5. Research & Development

The Company has spent ₹ 129.31 Lakhs towards Research and Development during the Financial Year under review. The R&D team is putting its efforts to develop the new products and processes to ensure optimum material consumption and effective yield.

6. Change in the nature of business, if any

The Company had not changed its nature of business during the year under review.

7. Material changes and commitments after the closure of Financial Year

There are no material changes or commitments affecting the financial position of the Company between the end of the Financial Year and the date of the report.

8. Significant and Material Orders

There are no significant and material orders passed by the regulators or court or tribunals impacting the going concern status and Company operations in future.

9. Internal Financial Controls

The Board believes that your Company has adequate internal controls and such procedures adopted by the Company for ensuring the orderly and efficient conduct of its business, including safeguarding of all its assets and prevention/detection of frauds and errors, accuracy and completeness of accounting records. The Board continuously reviews these controls and revises their design and implementation as and when considered necessary for maintaining and improving their effectiveness. Auditors have verified the internal financial controls and tested the adequacy and the procedures adopted by the Company and confirm that the controls are adequate to the size of the transactions.

10. Risk Management

The Management of the Company continuously monitors its business and the environment in which the Company operates for identifying, assessing, controlling and mitigating the risks associated with different areas of its business operations. The Company is not required under the regulations to set up a Risk Management Committee. However, the Board as part of its functions carries out this monitoring continuously.

**11. Details of Subsidiary/Joint Ventures/Associate Companies**

Your Company does not have Subsidiaries, Joint Ventures or Associate Companies during the Financial Year under review.

12. Deposits

Your Company has never accepted any deposits covered under Chapter V of the Companies Act, 2013.

13. Auditors**Statutory Auditors**

The members at the 56th Annual General Meeting (AGM) of the Company held on 21st August 2024 had appointed M/s. CKS & Associates, Chartered Accountants as Statutory Auditors for a term of 5 years from the conclusion of the 56th AGM.

Their report for the Financial Year 2024-25 does not contain any adverse remark/comment.

M/s. C K S Associates, Chartered Accountants (ICAI FRN: 007390S) have resigned w.e.f. 18th July 2025 resulting in casual vacancy in the office of the Statutory Auditors. The reasons for their resignation as provided in their resignation letter is "Internal Restructuring"- which requires organizational change including retirement of some partners. The Audit Committee after considering the resignation letter of M/s. C K S Associates, Chartered Accountants did not consider necessary to make any comments or observations on the resignation submitted by them. They have also confirmed that their resignation is not due to any disagreement or concern with the Management or the Audit Committee or the Company's Financial Reporting Practices.

Based upon the recommendation of the Audit Committee and in terms of provisions of Section 139 of the Companies Act, 2013, the Board at their meeting held on 18th July 2025 had appointed M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) as Statutory Auditors to fill up the casual vacancy.

In terms of Section 139 (8) of the Companies Act, 2013, such appointment has to be ratified by the members within 90 days of the appointment by the Board. Further, in terms of Section 139 (1) of the Companies Act, 2013, the Statutory Auditors can be appointed for a term of 5 consecutive Financial Years beginning from the conclusion of the ensuing AGM. The Board is of the opinion that M/s. J V S L & Associates, Chartered Accountants (ICAI FRN: 015002S) have the required expertise to be the Statutory Auditors of the Company. Thereby the Board recommends to the members to ratify the appointment of Statutory Auditors and also approve their appointment for term of 5 consecutive Financial Years at the ensuing AGM. Accordingly the resolutions for the same have been provided in the Notice of the ensuing AGM.

Internal Auditors

Pursuant to Section 138 of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014, the Company continues to engage M/s. Ramakrishna & Associates, Chartered Accountants (ICAI FRN. 005492S) as the Internal Auditors of the Company.

Quarterly Internal Audit Reports were submitted by them to the Audit Committee and based upon their report, suitable corrective actions were taken by the Management to strengthen the Internal Financial and other operational controls.

Secretarial Auditors

As per the amended provisions of SEBI (LODR) Regulations, the Company has to appoint Secretarial Auditor(s) for a period of 5 years and in this regard, the Board recommends to the members to consider the appointment of CS B. Venkatesh Babu, Practising Company Secretary as the Secretarial Auditor of the Company, accordingly the resolution for his appointment is included in the Notice of the 57th AGM.



For FY 2024-25, Secretarial Audit Report and Secretarial Compliance Report submitted by CS. B. Venkatesh Babu, does not contain any qualification, reservation or adverse remark except the factual information on composition of the Committees which was self explanatory.

14. Share Capital

Your Company had not issued and raised any share capital including sweat equity, employee stock options during the Financial Year under review. Your Company has also not provided any money for purchase of its own shares by employees or for the benefit of employees.

15. Extract of the Annual Return

Pursuant to the provisions of Section 92(3) read with Section 134(3) (a) of the Companies Act, 2013, a copy of the Annual Return of the Company is available at the Company's website www.alkalimetals.com.

16. Conservation of energy, technology absorption and foreign exchange earnings and outgo

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo have been provided in Annexure - 1 and shall form part of this report.

17. Corporate Social Responsibility (CSR)

The provisions of Section 135 of the Companies Act, 2013 are not applicable to the Company, since the net profit of the Company are below the threshold prescribed therein. The Company had voluntarily constituted Corporate Social Responsibility Committee earlier. However, due to non-applicability of the provisions, it was dissolved.

18. Directors**i) Appointment:**

- Sri Murali Krishna Chevuturi and Dr. T.V. Rao were appointed as Independent Directors for a period of 5 years by the shareholders at the 56th AGM held on 21st August 2024.
- Dr. J.S. Yadav and Sri G. Jayaraman had completed their second consecutive term of 5 years as Independent Directors and had vacated their office on 20th August 2024. They were appointed as Non-Executive and Non-Independent Directors at the 56th AGM held on 21st August 2024. They are eligible to retire by rotation.
- Ms. Y. Lalithya Poorna, who retired by rotation at the 56th AGM held on 21st August 2024, was re-appointed.

ii) Retire by Rotation:

Dr. A.R. Prasad, Non-Executive Non-Independent Director and Mr. Y.V. Prashanth, Executive Director are liable to retire by rotation at the ensuing 57th AGM and being eligible offer themselves for re-appointment.

iii) Declaration by an Independent Director:

Company had received the declarations by all the Independent Directors that they meet the criteria of independence as per the provisions of Section 149 of the Companies Act, 2013 and they are registered with Indian Institute of Corporate Affairs (IICA) as per the amended provisions of the Companies Act, 2013.

iv) Formal Annual Evaluation:

Pursuant to the provisions of the Companies Act, 2013, the Board has devised a policy on evaluation of performance of Board of Directors, Committees and Individual Directors. Accordingly, the Chairman of the Nomination and Remuneration Committee obtained from all the Board members duly filled in evaluation templates for evaluation of the Board as a whole, evaluation of the committees and peer



evaluation. The summary of the evaluation reports was presented to the respective Committees and the Board for their consideration.

Details of number of Board meetings and profile of directors are covered under the Corporate Governance section.

19. Key Managerial Personnel

Mrs. Gayathri Kesavarapu was appointed as Chief Financial Officer of the Company on 7th August 2024.

20. Director's Responsibility Statement

As per the provisions of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors state, that to the best of their belief and understanding-

- a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) 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 loss of the company for that period;
- c) 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;
- d) the annual accounts have been duly prepared under the going concern assumption; and
- e) they have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively;
- f) proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

21. Committees of Board

Your Company has Audit Committee, Nomination and Remuneration Committee, and Stakeholders Relationship Committee, the details are provided in the Corporate Governance section.

22. Vigil mechanism for Directors and Employees

The Company believes in the standard of conduct which all employees are expected to observe in their business endeavors. The Code (Vigil Mechanism) reflects the Company's commitment to principles of integrity, transparency and fairness. The copy of the Code of Vigil Mechanism is available on the Company website www.alkalimetals.com under Investors tab.

The Company has adopted a Whistle Blower Policy, as part of vigil mechanism to provide appropriate avenues to the Directors and employees to bring to the attention of the management any issue which is perceived to be in violation of or in conflict with the fundamental business principles of the Company. The employees are encouraged to voice their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee.

Mr. Y.V. Prashanth, Executive Director is designated as ombudsperson to deal with all the complaints registered under the policy.

23. Disclosure under the Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

There has always been an endeavor on the part of the Company to create and provide an environment that is free from discrimination and harassment including sexual harassment. The Company had adopted policy



on Prevention of Sexual Harassment of Women at Workplace in accordance with The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year, Mrs. Gayathri Kesavarapu was elected as the Chairperson of the Internal Complaints Committee. The Internal Complaints Committee has not received any complaints pertaining to incident of harassment.

24. Particulars of loans, guarantees or investments

The Company had not given any loans, guarantees or made investments as per the provisions of Section 186 of the Companies Act, 2013 during the Financial Year under review. Also, there are no outstanding amounts of loans given, guarantees provided and/or investments made at the beginning or the end of the year.

25. Particulars of contracts or arrangements with related parties

During the Financial Year under review, Company had entered into certain Related Party Transactions which are all on arm's length basis; details of all such transactions as required under section 188 of Companies Act are annexed in Form AOC-2 forming part of the Board's Report as Annexure-2.

The Company has formulated a policy on materiality of Related Party Transactions and dealing with Related Party Transactions which can be accessed at the Company website www.alkalimetals.com under Investors tab.

26. Managerial Remuneration / Employee Details

The Details required to be provided pursuant to Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are annexed and forming part of the Board's Report as Annexure -3.

The following are the employees in receipt of remuneration as specified under Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time:

Employee Name	Qualification	Age	Date of Appointment	Designation	Previous Employer	Experience in years	Remuneration
Y.S.R. Venkata Rao	B.E (Mechanical)	75 years	01/07/1991 As MD	Managing Director	Not Applicable	48 years	₹ 117.99 Lakhs

The details pertaining to top 10 employees falling in this category will be provided to the shareholders who make specific request to the Company.

27. Secretarial Audit Report

Secretarial Audit Report including Secretarial Compliance Report as per SEBI (LODR) Regulations for the Financial Year 2024-25 obtained from CS B. Venkatesh Babu, Company Secretary in Practice is annexed and forming part of the Board's Report as Annexure -4.

28. Corporate Governance and Management Discussion and Analysis

In terms of Regulation 34 of the SEBI (LODR) Regulations, 2015, a Report on Corporate Governance along with Compliance Certificate issued by Statutory Auditors of the Company and also the Management Discussion and Analysis report is annexed and forms integral part of the Board's Report.

29. Insurance

All the properties and insurable interests of the Company including Building, Plant and Machinery and Stocks have been adequately insured. The Company has-Directors & Officers Indemnity Policy- for Directors and Key Managerial Personnel, Group Accidental policy- for staff and workmen and Group Medical Policy - for those who are not covered under ESI.

**30. Listing on Stock Exchanges**

The securities of the Company are continued to be listed on BSE and NSE. The listing fees for these stock exchanges are paid till the Financial Year 2025-26.

31. Cost Records

The provisions of Section 148 of the Companies Act 2013 for maintaining the Cost Records are not applicable to the Company.

32. Compliance of Secretarial Standards

The Company has duly complied with the applicable Secretarial Standards issued by The Institute of Company Secretaries of India, for the Board Meeting, General Meetings and Dividend.

33. Acknowledgements

Your Directors express their gratitude to all Members, Staff and Workers, Bankers, Regulatory Authorities, Government, Customers, Suppliers, Business Associates from India and abroad for their continued support at all times and look forward to have the same in our future endeavours. Directors are pleased to record their appreciation of the sincere and dedicated services of the employees and workmen at all levels.

Your Directors look forward to the long term future with confidence.

For and on behalf of Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136

**Annexure -1**

Disclosure of particulars with respect to conservation of energy, technology absorption and foreign exchange earnings and outgo as required under provisions of Section 134(3)(m) read with Companies (Accounts) Rules, 2014:

1. CONSERVATION OF ENERGY

- i. The steps taken or impact on conservation of energy:

Continuous measures are being taken by the Company to conserve the energy. Hydrogen recovery plant and Nitrous oxide generation plant were installed at all the units in the earlier years, to help in re-usage of fuels thereby conserving energy, and continue to be operational and effective during the year under report.

- ii. The steps taken by the Company for utilizing alternate sources of energy:

The Company operations are mainly carried out using coal fired boilers and electrical power supported by generator back up for continuous operations. The Company has also been using bio-diesel as an alternative eco-friendly fuel. The Company within the best of its means continues to evaluate the possibilities of utilizing alternative sources of energy and bringing in possible efficiencies in its current practices.

- iii. The Capital investment on energy conservation equipment:

No Capital Investments on energy equipment were made in the current year or envisaged in the coming year.

2. TECHNOLOGY ABSORPTION

- i. The Efforts made towards technology absorption:

The Company has always had its own Research activity to develop and apply new technologies, new products in its business.

- ii. The Benefits derived are:

- Retained Quality Standards
- Time Saving due to automation
- commercialization of new products

- iii. Details of technology imported during the past 3 years:

No technology has been imported during the past 3 years.

- iv. The expenditure incurred on Research and Development: ₹ 129.31 Lakhs.

3. FOREIGN EXCHANGE EARNINGS AND OUTGO

(All figures in ₹ Lakhs)

	2024-25		2023-24	
Earnings		5,088.61		4,540.13
Outgo		627.68		1,080.44
Raw Materials	546.43		1,048.72	
Foreign Currency Expenditure	81.25		31.72	
Net Foreign Exchange Earnings		4,460.93		3,459.60

For and on behalf of Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136



Annexure -2
Form No. AOC-2

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

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL
2. Details of Contract or arrangements or transactions at arm's length basis:

Name(s) of the related party	Nature of Relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Date(s) of approval by the Board/ Members, if any	Amount paid as advances, if Any
Sri Y.S.R. Venkata Rao	Managing Director	Office Rent	April 2024 - November 2024	Rent paid amounted to ₹ 3.87 Lakhs	5 th February, 2019	-
Mr. Y.V. Prashanth	Executive Director	Office Rent	April 2024 - November 2024	Rent paid amounted to ₹ 7.74 Lakhs	5 th February, 2019	-
Asian Herbex Limited	Entity in which promoter Directors are interested	Godown Rent and Civil Works/Repairs	April 2024 - December 2024	Rent paid / Reimbursement of Civil Works and Repairs amounting to ₹ 97.28 Lakhs	5 th August, 2022	-
Zigna Analytics Private Limited	Entity in which promoter Directors are interested	Sales Commission	April 2024- June 2024	Commission paid amounted to ₹ 12.30 Lakhs after adjustment of discount of ₹ 17.86 Lakhs	5 th February, 2019	-

For and on behalf of Board of Directors
For Alkali Metals Limited

Dr. J.S. Yadav
Chairman
DIN: 02014136

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Place : Hyderabad
Date : 18th July, 2025

**Annexure-3****Statement of particulars as per Rule 5 of Companies
(Appointment and Remuneration of Managerial personnel) Rules, 2014.**

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year:

S.No	Name of the Director	Ratio of the remuneration to the median remuneration of the employees
i.	Sri. Y.S.R.Venkata Rao, Managing Director	26.25
ii.	Mr. Y.V. Prashanth, Executive Director	13.22

Note: No other director is drawing remuneration other than specified above.

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager in the financial year:

S.No.	Name of the Director and KMP	Percentage increase in remuneration
i.	Sri. Y.S.R.Venkata Rao, Managing Director	10.43
ii.	Mr. Y.V. Prashanth, Executive Director	(12.46)
iii.	Ms. Gayathri Kesavarapu, Chief Financial Officer	—
iv.	Mr. Siddharth Dubey, Company Secretary	—

Note:

- Mr Y.V. Prashanth, Executive Director percentage is reduced as there is commission on profit during the financial year 2024-25.
- Ms. Gayathri Kesavarapu, CFO was appointed during the year.

3. The percentage increase in the median remuneration of employees in the financial year: 12.79%
4. The number of permanent employees on the rolls of Company:
There are 106 employees as on 31st March 2025.
5. The explanation on the relationship between average increase in remuneration and company's performance

Average Increase/(Decrease) in remuneration	Company's performance
6.46 %	Turnover is ₹ 8,233 Lakhs and Net Loss is ₹ 580.26 Lakhs

Comparison of the remuneration of the Key Managerial Personnel (KMP) against the performance of the company

(All figures in ₹ Lakhs)

Turnover	8,233.00
Net Loss	580.26
Total Remuneration to KMP	205.96



7. 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 or 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:

S.No.	Particulars	31.03.2025	31.03.2024
i.	Market Capitalization		
	BSE (amount in ₹ in Lakhs)	7,974.94	10,543.98
	NSE (amount in ₹ in Lakhs)	8,051.31	10,523.62
ii.	Price Earnings ratio (based on Basic EPS)		
	BSE	(13.74)	93.29
	NSE	(13.87)	93.11
iii.	Market quotation of the shares compared to rate at which it came out with IPO.		
	The Company came with Initial Public Offer during the period of 2008 at a price of ₹103 per share. As on 28 th March 2025 (last trading day) the market quotation of the company shares price is ₹ 78.32 on BSE and ₹ 79.07 for NSE		

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

The Average percentage of increase in remuneration of employees other than the managerial personnel is Nil and for Managerial Personnel it is 1.54 %

9. Comparison of remuneration of each Key Managerial Personnel against the performance of the company:

S. No.	Name	Remuneration of Key Managerial Personnel (₹ in Lakhs)	Performance of the Company during 2024-25	% to Turnover
i.	Sri. Y.S.R. Venkata Rao, MD	117.99*	Turnover	1.43%
ii.	Mr. Y.V. Prashanth, ED	59.40*	₹ 8,233.00 Lakhs	0.72%
iii.	Ms. Gayathri Kesavarapu, CFO	16.57	Net Loss	0.20%
iv.	Mr. Siddharth Dubey, CS	12.00	₹ (580.26)	0.15%

* Minimum Remuneration

10. The key parameters for any variable component of remuneration availed by the directors:

Managing Director and Executive Director are entitled to 5% on profits computed as per Section 198 of the Companies Act 2013, as part of remuneration during the year ended 31st March 2025. Since there are no profits for FY 2024-25, the variable component commission is not applicable. The remuneration paid to them is the minimum remuneration, in accordance with Section 197 of the Companies Act 2013 read with Schedule V thereto.



11. The ratio of remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year Not Applicable.
12. Affirmation that remuneration is as per the remuneration policy of the Company. It is hereby affirmed that the remuneration paid is as per the Remuneration Policy for Directors, KMPs and Other Employees.

For and on behalf of Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136

**Annexure - 4**
FORM MR-3

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

SECRETARIAL AUDIT REPORT
(For the Financial Year ending 31st March 2025)

To
The Members of
M/s. Alkali Metals Limited
Hyderabad.

I have conducted the Secretarial Audit on the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. Alkali Metals Limited (CIN: L27109TG1968PLC001196)** (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of the Alkali Metals Limited, books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2025, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

The Company is carrying on the business activities of manufacture of Intermediaries such as Organic and Inorganic Chemicals and Fine Chemicals.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2025 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-laws framed there under;
4. Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company:-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - d. The Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;



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

- i. The Secretarial Standards on the meeting of the Board of Directors and General Meetings issued by The Institute of Company Secretaries of India.
- ii. The Memorandum and Articles of Association.

During the year under review the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards etc mentioned above to the extent applicable to the Company subject to as provided below.

However, please note that SEBIs ICDR, ESOS, Listing of Debt Securities, Registrar to an Issue, Delisting and Buyback of Securities are not applicable as there being no such activity/acts/events during the audit period for the Company.

The Company has identified the following laws as specifically applicable to the Company:

- a) Petroleum And Explosives Safety Organisation (Formerly Department of Explosives)
- b) Drugs and Cosmetics Act, 1940
- c) Prohibition and Excise
- d) Water (Prevention and Control of Pollution) Act, 1974
- e) Air (Prevention and Control of Pollution) Act, 1981
- f) The Hazardous Wastes (Management, Handling and Transboundary Movement) Rules, 2008
- g) Indian Boilers Act, 1923

I further report that based on the information received, explanations given, process explained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with Sector Specific laws, rules, regulations and guidelines.

I further report that:

1. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and Woman Director.

There is change in the composition of the Board of Directors. During the year two of the Independent Directors tenure had completed and the Board appointed two new Independent Directors as well as the two retired directors as non-independent non-executive Directors there by total board strength had become 9 Directors having 3 Independent Directors, 3 Non-Independent non-executive Directors and 3 Promoter Directors.

Due to change in the Independent Directors at the Annual General meeting, the composition of committees were reconstituted at the next board meeting after their appointment. Stock Exchanges were given notice and livid penalty of non compliances of the composition of committees as per SEBI LODR during that period and the Company approached for waiver of penalty and got the same approved by the exchanges.

2. Adequate notice is given to all directors to conduct the Meetings of Board and its committees. Detailed notes on agenda were sent and financials were sent at shorter period in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All decisions at Board Meeting and committee meetings were carried out unanimously as recorded in the minutes of the meeting and there were no instances of dissenting members in the board and committee meetings.
4. During the year, the Company had entered into certain related party transactions at arm's length price with the approval of the audit committee and Board.



5. Company had yet to file form MSME relating to financial year under audit.

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

I further report that during the audit period, there were no specific events / actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. as referred to above.

Place: Hyderabad
Date : 19th May, 2025

CS B. Venkatesh Babu
Company Secretary
FCS No. 6708, CP.No. 5103
Peer Review No. 1954/2022
UDIN : F006708G000371776

Note: This report is to be read with our letter of even date, which is annexed, and form an integral part of this report

**ANNEXURE**

To
The Members of
M/s. Alkali Metals Limited
Hyderabad

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 random 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 appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the Management. Our examination was limited to the verification of procedures on the random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date : 19th May, 2025

CS B. Venkatesh Babu
Company Secretary
FCS No. 6708, CP.No. 5103
Peer Review No. 1954/2022
UDIN : F006708G000371776



**Annual Secretarial Compliance Report
of
ALKALI METALS LIMITED
for the financial year ended 31.03.2025**

I have examined:

- (a) all the documents and records made available to me and explanation provided by Alkali Metals Limited (“the listed entity”),
- (b) the filings/ submissions made by the listed entity to the Stock Exchanges,
- (c) website of the listed entity,
- (d) any other document/ filing, as may be relevant, which has been relied upon to make this Report.

For the financial year ended 31.03.2025 in respect of compliance with the provisions of :

- (a) the Securities and Exchange Board of India Act, 1992 (“SEBI Act”) and the regulations, circulars, guidelines issued thereunder; and
- (b) the Securities Contracts (Regulation) Act, 1956 (“SCRA”), rules made thereunder and the regulations, circulars, guidelines issued thereunder by the SEBI;

The specific Regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include: -

- (a) Securities and Exchange Board of India (LODR) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
- (f) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021
- (g) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (h) other regulations as applicable.

and circulars/ guidelines issued thereunder;

and based on the above examination, I hereby report that, during the Review Period:



(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, wherever applicable, except in respect of matters specified below:

Sr. No.	Compliance Requirement (Regulations /circulars / guide-lines including specific clause)	Regulation/ Circular No	Deviations	Action Taken by	Type of Action	Details of Violation	Fine Amount	Observations/ Re-marks of the Practising Company Secretary	Management Response	Remarks
1	Audit Committee and its composition. Nomination and Remuneration committee and its composition. Stakeholder Relationship committee and its composition.	18(1) 19(1)/(2) 20(2)/(2A)	All three Committees are not fully constituted in terms of SEBI LODR during the period 21 st August 2024 to 02 nd October 2024.	Levied Fine	Advisory / Clarification / Fine / Show Cause Notice / Warning, etc.	All three Committees are not fully constituted in terms of SEBI LODR during the period 21 st August 2024 to 02 nd October 2024.	Rs. 2,46,000 (NSE) Rs. 2,58,000 (BSE)	Two Independent Directors had completed their term on 20 th August 2024 and two New Independent Directors were appointed on 21 st August 2024. Consequent to the above mentioned changes, re-constitution of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee was warranted. The Board duly re-constituted the Committees on 3 rd October 2024.	On receipt of notice from the Stock Exchanges, Company provided the clarification. However, both the stock exchanges levied fine from 21 st August 2024 to 30 th September 2024. Thereafter, the Company immediately filed the waiver request application to the designated stock exchange i.e NSE in terms of the applicable regulations. NSE after review granted waiver of fine and the Decision Letter was issued on 21 st February 2025. The BSE verified the waiver granted by NSE and thereafter granted the waiver of the fine and confirmed the same on 6 th May 2025	

(b) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Observations / Remarks of the Practising Company Secretary (PCS) in the previous reports)	Observations made in the Secretarial Compliance report for the year ended (The years are to be mentioned)	Compliance Requirement (Regulations / circulars/ guidelines including specific clause)	Details of violation / Deviations and actions taken / penalty imposed, if any, on the listed entity	Remedial actions, if any, taken by the listed entity	Comments of the PCS on the actions taken by the listed entity
1	The Company was in the list of Top 2000 Companies as per Market Capitalization during 2019-20 and required to have 6 members in the Board of Directors from April 1, 2020. At the starting of the financial year, the Company was in compliance of the provisions relating to the composition of the Board. In the month of June 2020 one of the Directors of the Company had resigned and the Company had faced challenges to fill the vacant position due to the Covid 19 pandemic. The Company requested the Stock Exchanges to provide time till March 2021 to comply with the said requirement. Meanwhile a Director was appointed in the month of February 2021.	2020-21	To have minimum 6 Directors as per Regulation 17(1)	Non compliance of not having 6th Director. Exchanges levied fine from 1 st October 2020 to 11 th February 2021. Company made application for waiver of fine and got total waiver of fine from NSE and Part waiver of fine from BSE.	Advisory/ Clarification/ Fine/Show Cause Notice/ Warning, etc.	Company had taken proper action and closed the issue by getting the waiver of fine imposed by the stock exchanges.



I. I hereby report that, during the review period the compliance status of the listed entity with the following requirements:

Sr. No.	Particulars	Compliance Status (Yes/No/NA)	Observations / Remarks \by PCS*
1.	Secretarial Standards: The compliances of the listed entity are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries of India (ICSI).	Yes	
2.	Adoption and timely updation of the Policies: - All applicable policies under SEBI Regulations are adopted with the approval of board of directors of the listed entities - All the policies are in conformity with SEBI Regulations and have been reviewed & updated on time, as per the regulations /circulars /guidelines issued by SEBI	Yes	
3.	Maintenance and disclosures on Website: - The Listed entity is maintaining a functional website - Timely dissemination of the documents / information under a separate section on the website - Web-links provided in annual corporate governance reports under Regulation 27 (2) are accurate and specific which re-directs to the relevant document (s) / section of the website	Yes	
4.	Disqualification of Director: None of the Director(s) of the Company is /are disqualified under Section 164 of Companies Act, 2013 as confirmed by the listed entity.	Yes	
5.	Details related to Subsidiaries of listed entities have been unexamined w.r.t.: (a) Identification of material subsidiary companies (b) Disclosure requirement of material as well as other subsidiaries	Yes	Company don't have any subsidiary Companies, not required to comply this clause
6.	Preservation of Documents: The listed entity is preserving and maintain in records as prescribed under SEBI Regulations and disposal of records as per Policy of Preservation of Documents and Archival policy prescribed under SEBI LODR Regulations, 2015.		
7.	Performance Evaluation: The listed entity has conducted performance evaluation of the Board, Independent Directors and the Committees at the start of every financial year / during the financial year as prescribed in SEBI Regulations.		



8.	Related Party Transactions: (a) The listed entity has obtained prior approval of Audit Committee for all related party transactions ; or (b) The listed entity has provided detailed reasons along with confirmation whether the transactions were subsequently approved/ratified/rejectedby the Audit Committee, incase no prior approval has been obtained.		
9.	Disclosure of events or information: The listed entity has provided all the required disclosure(s) under Regulation 30 along with Schedule III of SEBI LODR Regulations, 2015 with in the time limits prescribed there under.		
10.	Prohibition of Insider Trading: The listed entity is in compliance with Regulation3 (5) &3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015.		
11.	Actions taken by SEBI or Stock Exchange(s), if any: Noaction(s) has been taken against the listed entity/ its promoters /directors/subsidiarieseitherby SEBI or by Stock Exchanges (including under the Standard Operating Procedures is sued by SEBI through various circulars) under SEBI Regulations and circulars/ guidelines is sued there under (or) The actions taken against the listed entity/ its promoters/ directors/ subsidiaries either by SEBI or by Stock Exchanges are specified in the above.	SOP fine as provided above.	
12.	Resignation of statutory auditors from the listed entity or its material subsidiaries: In case of resignation of statutory auditor from the listed entity or any of its material subsidiaries during the financial year, the listed entity and / or its material subsidiary(ies) has / have complied with paragraph 6.1 and 6.2 of section V-D of chapter V of the Master Circular on compliance with the provisions of the LODR Regulations by listed entities.	NA	As there is no resignation of auditors during the reporting period, this compliance is not applicable
13.	Additional Non-compliances, if any: No additional non-compliance observed for any SEBI regulation /circular/ guidance note etc.	Yes	



I further, report that the listed entity is in compliance/ not in compliance with the disclosure requirements of Employee Benefit Scheme Documents in terms of regulation 46(2) (za) of the LODR Regulations. – Not Applicable.

Assumptions & Limitation of scope and Review:

1. Compliance of the applicable laws and ensuring the authenticity of documents and information furnished, are the responsibilities of the management of the listed entity.
2. My responsibility is to report based upon our examination of relevant documents and information. This is neither an audit nor an expression of opinion.
3. I have not verified the correctness and appropriateness of financial Records and Books of Accounts of the listed entity.
4. This Report is solely for the intended purpose of compliance in terms of Regulation 24A (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is neither an assurance as to the future viability of the listed entity nor of the efficacy or effectiveness with which the management has conducted the affairs of the listed entity.

Place: Hyderabad
Date : 19th May, 2025

CS B. Venkatesh Babu
Company Secretary
FCS No. 6708, CP.No. 5103
Peer Review No. 1954/2022
UDIN: F006708G000371831



MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis Report sets out developments in the business, environment and Company's performance since our last report. The analysis supplements the Directors' Report and Audited Financial Statements which together form part of this Annual Report.

REVIEW & OUTLOOK

India is the largest provider of generic drugs globally. The Indian Pharmaceutical and Chemical industry are currently ranked in the top 5 in terms of production volume and are growing at a CAGR of 9.5% since the last decade.

Indian Pharmaceutical and Chemical Industry constitute around 3500 companies with a total of 11,000 manufacturing units combined. Along with immense infrastructure, India has a great pool of skilled talent like scientists to steer the industry ahead to greater heights.

The Pharma Sector currently contributes to around 1.8% of the Country's GDP. Based on a recent FICCI report, the Indian Pharmaceutical Market is estimated to touch \$ 130 billion in value by the end of 2030 and the global market volume is estimated to touch \$ 1.7 trillion mark by 2030.

Alkali Metals Limited Performance overview:

Alkali Metals Limited delivered a decent annual performance amid macro headwinds caused by geo-political conflicts, disruptions and economic downturn.

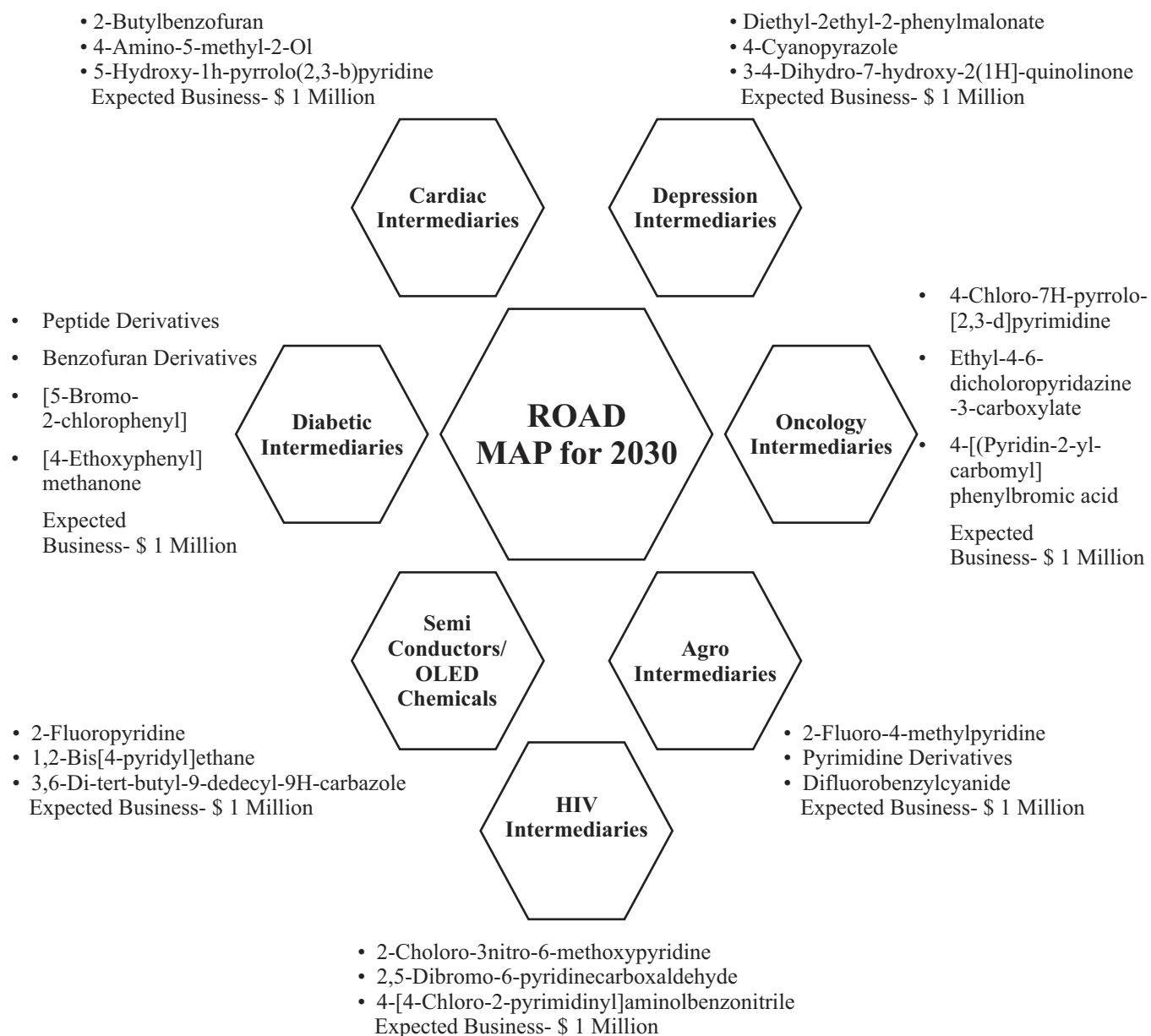
The Alkali team showed great resilience of strategic and operational capabilities reflected in its ability to adapt to volatile, fluctuating business environments and navigate their way through complex business situations. Irrespective of macro and micro hurdles the growth was sustained based on quick, agile and efficient decision-making skills at the appropriate time.

Outlook:

The Company's efforts to new molecules and expand our product portfolio. The network of buyers and suppliers has increased exponentially as compared to previous years. The presence of Alkali is across four continents now and is rapidly growing across smaller nations and a sustained business will be captured over the next couple of years.

We are targeting to expand our presence in more than 30 Countries by 2027 including Countries in Eastern European region and big nation like China. The targeted revenue from the Chinese Market by end of 2027 is \$ 1 million which translates to ₹ 8.6 Crores as per current conversation rate and by the end of 2030 it is \$ 5 million which translates to ₹ 43.42 Crores as per current conversation rate.

With our commitment to innovation, quality, and customer satisfaction, we are confident about our ability to navigate market opportunities and challenges, and we look forward to achieving strong growth and success in the years to come.



POTENTIAL PITFALLS

- Lack of strategic initiatives to cover the Infrastructural deficit
- Lack of initiatives for diversification
- Regulatory complexities
- Sluggish demand due to Geo political situation across the European and other Countries
- Over capacity scenario
- Low margins in the domestic market

PRODUCT PERFORMANCE

The Company has sold 1068 MT of finished products during 2024-25 and realized a turnover ₹ 82.33 Crores. The Company sold sodium derivatives, pyridine derivatives and fine chemicals. The Company continues its effort in developing new products and re-inventing the wheels to churn out new product line with a prolonged financial and product shelf life.

INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

The Board believes that the Company has in place effective systems of internal control commensurate to its size and nature of business which provides for:

- Efficient use and safeguarding resources
- Accurate recording and custody of assets
- Compliance with prevalent statutes, policies, procedures, listing requirements, management guidelines and circulars.
- Transactions being accurately recorded, cross verified and promptly reported
- Adherence to applicable accounting standards and policies.
- IT systems which include controls for facilitating the above.

The internal control system provides for well documented policies, guidelines, authorizations and approval procedures. Also, the internal audit reports are laid before Audit Committee and discussions are held periodically by the Audit Committee at its meetings. The observations / findings made in internal audit reports, along with the status of action thereon are reviewed by the Audit committee of the Board of directors on a regular basis. The company has an exhaustive budgetary control system and the management regularly reviews actual performance.

OPERATIONAL PERFORMANCE

- The book value per share stands at Rs 43.73 as on 31st March 2025.
- The exports contributed around 62% of the total turnover
- Net foreign exchange earnings of Rs 4,460.93 Lakhs

HUMAN RESOURCE DEVELOPMENT

The management believes that competent and committed human resources are important to attain success in the organisation. The Company believes in creating a pool of talent within its people whose skills, expertise and experience provide the impetus towards market leadership. The Company's human resource practices are widely accepted by the management, staff and workers. During the year under review, the Industrial relations with Employees/ workers at all the Company's locations continued to be harmonious and positive. The Company trains the employees regularly to increase the level of operational excellence, improve productivity and maintain compliance standards on quality and safety.

CAUTIONARY AND FORWARD-LOOKING STATEMENT

Statements in the Management Discussion and Analysis Report which describe the Company's objectives, projections, estimates, expectations or predictions may be considered to be "forward - looking statements" within the meaning of applicable Securities Laws and Regulations. These statements are based on certain assumptions and expectations of future events. Actual results could however materially differ from those expressed or implied. Important factors that could make a difference to the Company's Operations include global and Indian political scenario, economic & demand-supply conditions, finished goods prices, raw materials cost & availability, cyclical demand and pricing in the company's principal markets, changes in Government regulations, Policies, tax regimes, economic developments within India besides other factors such as litigation and industrial relations as well as the ability to implement the strategies.

For and on behalf of Board of Directors
For Alkali Metals Limited

Place : Hyderabad
Date : 18th July, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136



REPORT ON CORPORATE GOVERNANCE

Report Pursuant to Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, compliance with the requirements of Corporate Governance is set out below:

CORPORATE GOVERNANCE PHILOSOPHY OF THE COMPANY

Corporate Governance envisages working towards high levels of transparency, accountability, consistent value systems, delegation across all facets of its operations leading to sharply focused and operationally efficient growth. The Company's approach to corporate governance and the role it plays goes well beyond meeting our compliance obligations. The Company strives to be transparent, ethical and maintain high level of integrity in the conduct of its business and also in its interactions with stakeholders, including shareholders, employees, customers, suppliers and statutory authorities.

The Company follows all the principles of corporate governance in its true spirit and at all times.

1. BOARD OF DIRECTORS

Composition

The Board is committed to the highest standards of ethics and integrity. The Directors abide by the 'Code of Conduct'. It consists of Nine Directors as on 31st March, 2025 of which;

- three are Non-Executive Independent Directors;
- four Non Executive and Non Independent Directors of which one is a Woman Director
- one is Executive Director and
- one is Managing Director.

The day-to-day management of the Company was carried on by the Managing Director and Executive Director of the Company.

Our Board brings together a wealth of knowledge, perspective, professionalism, divergent thinking and experience. Our members have a good understanding of governance, technical, financial and non-financial issues. Stated below is the specific area of focus of the individual Board Members.

- i. Dr. J.S. Yadav is the Chairman of the Board and Non-Executive Non-Independent Director of the Company. He is expert in the field of Organic and Inorganic chemistry, R&D and Administration.
- ii. Sri. Y.S.R. Venkata Rao is the Managing Director and Promoter of the Company. He has played pivotal role in the growth of the Company and possesses the expertise in Manufacturing, Pharmaceutical Sector, Marketing, Finance, Business Strategies Administration and Leadership to lead the Company.
- iii. Sri. K.V. Surya Prakash Rao is an Independent Director of the Company. He has vast experience in the field of promoting Research & Development, academia and administration.
- iv. Sri Murali Krishna Chevuturi is an Independent Director of the Company. He has vast experience in the field of Audit, Accounting and Taxation is a proven leader. Having held significant positions in various organizations he has shown his leadership and management skills.
- v. Dr. T.V. Rao is an Independent Director of the Company. He has Over 40 years' experience in Banking, Foreign Trade and Housing Finance Sectors with specialization in Management of Treasury, Investment and Corporate Finance Operations, Securitization and Structured Finance, product development (Reverse Mortgage etc.), Training, Research, Capacity Building and Regulation and Supervision of Housing Finance Institutions.
- vi. Sri. G. Jayaraman is a Non-Independent Non-Executive Director of the Company. He is multi-faceted and experienced across information technology, textiles, cement and pharmaceutical INDUSTRIES in the areas like finance, accounts, secretarial, legal and administration functions.
- vii. Dr A.R. Prasad is a Non-Independent Non-Executive Director of the Company. He holds a Ph.D in Organic Chemistry and has a vast experience in R & D and formulations in chemical industry.
- viii. Mrs. Y. Lalitha Poorna is a Non-Independent Non-Executive Director and Promoter Group Shareholder of the Company. She has experience in Chemical and Pharmaceutical sector.



- ix. Mr. Y.V. Prashanth is an Executive Director of the Company. He holds a MS in Pharmacy and has experience in the field of Liquidity Management, Client Development, Marketing, Receivables and Payables Management and administration.

All Independent Directors possess the requisite qualifications and are experienced in their respective fields. The Board also confirms that the Independent Directors fulfil the criteria specified in the regulations and are independent of the management. The Independent Directors are appointed for a period of five years and the Managing Director is not liable to retire by rotation. The Executive Director and other Non Independent Directors are subject to retire by rotation.

All the necessary disclosures have been obtained from all the directors including applicable Declaration of Independence from Independent Directors and disclosure of interest in other Companies have been taken on record by the Board.

Attendance of each Director at the Board Meetings, last Annual General Meeting:

During the year (1st April 2024 to 31st March 2025) the Board met four times i.e. on 25th May 2024, 27th July 2024, 9th November 2024 and 30th January 2025 wherein the gap between two consecutive board meetings was less than 120 days in all cases.

The dates for the board meetings are fixed after taking into account the convenience of majority of the Directors and sufficient notice is given to them.

Composition, Attendance Record and Directorships held in other Companies as on 31st March 2025:

S. No.	Name of the Director	Category / Status of Directorship	No. of Board Meetings attended during the year	No. of Directorship(s) in other Companies	No. of Committee position held in other Listed Companies		Attendance at the AGM held on 21 st August 2024
					Chairman	Member	
i.	Dr. J.S. Yadav	Chairman & Non-Independent Director	4	2	0	0	NA
ii.	Sri. Y.S.R. Venkata Rao	Managing Director	4	2	0	0	Yes
iii.	Sri. K.V. Suryaprakash Rao	Independent Director	4	0	0	0	Yes
iv.	Sri Murali Krishna Chevuturi	Independent Director	2	1	1	2	NA
v.	Dr. T.V. Rao	Independent Director	2	10	0	9	NA
vi.	Sri. G. Jayaraman	Non-Independent & Non-Executive Director	4	1	0	0	NA
vii.	Dr. A.R. Prasad	Non-Independent & Non-Executive Director	4	1	0	0	Yes
viii.	Smt. Y. Lalithya Poorna	Non-Independent & Non-Executive Director	1	3	0	0	No
ix.	Mr. Y.V. Prashanth	Executive Director	4	3	0	0	Yes

**NOTES :**

- a. Other Directorships exclude foreign companies and
- b. Sri Y.S.R. Venkata Rao is the Promoter of the Company holding 69,04,715 Equity Shares in the Company, his daughter Smt. Y. Lalithya Poorna is a Non-Executive Woman Director and his son Mr. Y.V. Prashanth is an Executive Director.
- c. Sri Y.S.R. Venkata Rao was re-appointed for a term of 3 years w.e.f. 1st May 2024 by virtue of Special Resolution passed at the 55th AGM held on 21st August 2023.
- d. Smt Y. Lalithya Poorna holds 1,10,000 Equity Shares in the Company.
- e. During the year Sri Murali Krishna Chevuturi and Dr. T.V. Rao were appointed as Independent Directors of the Company at the 56th AGM held on 21st August 2024.
- f. During the year Dr. J.S. Yadav and Sri G. Jayaraman had completed their tenure as Independent Directors and they were re-appointed as Non-Executive and Non-Independent Directors at the 56th AGM held on 21st August 2024.

INDEPENDENT DIRECTOR DATABANK REGISTRATION

Pursuant to a notification dated 22nd October, 2019 issued by the Ministry of Corporate Affairs, all the Independent Directors have completed the registration with the Independent Directors Databank. Requisite disclosures have been received from the directors in this regard.

2. COMMITTEES OF THE BOARD**i. AUDIT COMMITTEE**

The Audit Committee (AC) of the Board is headed by Sri Murali Krishna Chevuturi, Independent Director. The other members of the Committee are Sri K. V. Suryaprakash Rao, Dr. T.V. Rao and Sri G. Jayaraman.

During the year, Dr. J.S. Yadav and Sri G. Jayaraman had vacated their office due to completion of their second consecutive term as Independent Director on 20th August 2024. Thereafter, the members had appointed them as Non-Independent Directors and also appointed Sri Murali Krishna Chevuturi and Dr. T.V. Rao as Independent Directors. Consequently the Audit Committee had to be re-constituted. The Composition of the Audit Committee meets the requirement of Section 177 of the Companies Act, 2013 read with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Audit Committee assists the Board in the dissemination of financial information and in overseeing the accounting processes followed by the Company. The terms of reference of the audit committee covers all matters specified in SEBI (LODR) Regulation 2015 and also those specified in section 177 of the Companies Act, 2013. The terms of reference broadly include review of internal audit report, statutory audit report, assessment of the efficacy of the internal control systems/ financial reporting systems and reviewing the adequacy of the financial policies and practices followed by the Company, compliance with legal and statutory requirements, the quarterly and annual financial statements and related party transactions and reports its findings to the Board. The committee also recommends the appointment of internal auditor, statutory auditor and also matters which are specifically referred to it by the Board. It also reviews major accounting policies followed by the Company.

At the AGM held on 21st August 2024, the proposed new Independent Directors were present.



During the year, the Audit Committee met 4 (Four) times and the attendance of members is as follows:

S. No.	Name of the Member	Category	No. of Meetings Eligible to Attend	No. of Meetings Attended
i.	Sri Murali Krishna Chevuturi	Independent Director	2	2
ii.	Sri. K.V. Suryaprakash Rao	Independent Director	4	4
iii.	Dr. T.V. Rao	Independent Director	2	2
iv.	Sri. G. Jayaraman	Non-Executive Non-Independent Director	4	4
v.	Dr. J.S.Yadav	Non-Executive Non-Independent Director	2	2

Due to completion of tenure both Dr. J.S. Yadav and Sri G. Jayaraman had vacated their office as members of Audit Committee on 20th August 2024. For the two Audit Committee Meetings held on or before 20th August 2024, their designation is Independent Director.

ii. NOMINATION AND REMUNERATION COMMITTEE

The Nomination and Remuneration Committee (NRC) is headed by Sri K.V. Suryaprakash Rao, Independent Director. The other members of the Committee are Sri Murali Krishna Chevuturi, Dr. T.V. Rao and Dr. A.R. Prasad.

The Nomination and Remuneration Committee had to be re-constituted during the year under review, as Dr. J.S. Yadav and Sri G. Jayaraman had completed their second consecutive term as Independent Director and vacated their office on 20th August 2024. At the AGM held on 21st August 2024, the members had appointed Sri Murali Krishna Chevuturi and Dr. T.V. Rao as Independent Directors and both were elected as members of Nomination and Remuneration Committee.

The NRC has reviewed and evaluated the performance evaluation criteria for Board and its Committees and Directors including Independent Directors as per SEBI Circular dated 5th January 2017. Further, the NRC recommends appointment/ reappointment of Directors and any remuneration/fee to be paid to Directors and also the appointments of employee's one level below the Board of Directors and KMP along with the remuneration to be paid to them. The remuneration is fixed keeping in mind the person's track record, his/ her potential individual performance, the market trends and scales prevailing in the similar industry.

During the financial year 2024-25, the NRC had met two times and the attendance of members is as follows:

S. No.	Name of the Member	Category	No. of Meetings Eligible to Attend	No. of Meetings Attended
i.	Sri. K.V. Suryaprakash Rao	Independent Director	3	3
ii.	Sri Murali Krishna Chevuturi	Independent Director	1	1
iii.	Dr. T.V. Rao	Independent Director	1	1
iv.	Dr. A.R. Prasad	Non-Executive Non-Independent Director	3	3
v.	Sri. G. Jayaraman	Non-Executive Non - Independent Director	2	2
vi.	Dr. J.S.Yadav	Non-Executive Non - Independent Director	2	2

Due to completion of tenure both Dr. J.S. Yadav and Sri G. Jayaraman had vacated their office as members of NRC on 20th August 2024. For the NRC Meetings held on or before 20th August 2024, their designation is Independent Director.

**Nomination and Remuneration policy**

The objectives and purposes of the policy which are in line with the requirements of the listing agreement and the Companies Act, 2013 are stated as under;

to formulate the criteria for determining qualifications, competencies, positive attributes and independence for the appointment of a director and to recommend their appointment/removal;

- i. To lay out the remuneration principles for the directors and KMP;
- ii. To formulate the criteria for evaluation of the Board and all the directors;
- iii. To devise a policy on Board Diversity;
- iv. To lay down the criteria for identifying people who can be appointed in senior management and recommend their appointment.
- v. Any other matter as the Board may decide from time to time.

Mechanism for Evaluation of Board

Evaluation by the Board members is done on an annual basis. The evaluation is done by the Board, Nomination and Remuneration Committee and Independent Directors with specific focus on the performance and effective functioning of the Board and Individual Directors.

Criteria for evaluation Directors/ KMP/ Senior Employees

- Leadership & Stewardship Abilities
- Contributing to clearly define Corporate objectives & Plans
- Communication of expectations & concerns clearly with subordinates
- Obtain adequate, relevant & timely information from external sources.
- Review & approval achievement of strategic and operational plans, objectives, budgets
- Regular monitoring of corporate results against projections
- Identify, monitor & mitigate significant corporate risks
- Assess policies, structures & procedures
- Direct, monitor & evaluate KMPs, senior officials
- Review management's succession plan
- Effective meetings
- Assuring appropriate board size, composition, independence, structure
- Clearly defining roles & monitoring activities of committees
- Review of corporation's ethical conduct

iii. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

The Stakeholders Relationship Committee (SRC) is headed by Sri Murali Krishna Chevuturi, Independent Director. The other members of the Committee are Sri K.V. Suryaprakash Rao, Dr. T.V. Rao, Sri Y.S.R. Venkata Rao, Managing Director and Sri G. Jayaraman. During the year there was re-constitution of the Committee due to completion of tenure of Dr. J.S. Yadav and Sri G. Jayaraman as Independent Directors and subsequent appointment of Sri Murali Krishna Chevuturi and Dr. T.V. Rao as Independent Directors.



The SRC deals with the requests for approving share transfer, transmissions, issue of duplicate share certificates, re-materialisation of shares and other specific requests from shareholders. It also addresses the investor grievances if any. Further, it also reviews the performance of the Registrar and Share Transfer Agents. The Company had received requests for revalidation of dividend warrants and for physical copies of the Annual Report. The requests were attended accordingly. Furthermore, the Company is registered under the SCORES SEBI Complaints Redress System (SCORES) (vide Circular Ref: CIR/OIAE/2/2011 dated June 3 2011) which is a web based platform to help investors to lodge their complaints if any. All complaints received by SEBI against listed companies are dealt through SCORES. As such there were no complaints received on the platform against the Company.

During the year under review, SRC met one time and the attendance of members is as follows:

S. No.	Name of the Member	Category	No. of Meetings Eligible to Attend	No. of Meetings Attended
i.	Sri Murali Krishna Chevuturi	Independent Director	1	1
ii.	Sri Y.S.R. Venkata Rao	Managing Director	1	1
iii.	Dr. T.V. Rao	Independent Director	1	1
iv.	Sri. K.V. Suryaprakash Rao	Independent Director	1	1
v.	Sri. G. Jayaraman	Non-Executive Non- Independent Director	1	1

iv. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The Corporate Social Responsibility Committee (CSR) was headed by Sri K.V.Suryaprakash Rao. The provisions of CSR were not applicable to the Company for FY 2024-25 and the Board decided to discontinue the Committee in view of non-applicability. Before dissolution of the Committee it was re-constituted due to completion of tenure of Sri G.Jayaraman as Independent Director and subsequent appointment of Sri Murali Krishna Chevuturi and Dr. T.V. Rao as Independent Directors.

During the year under review, CSR Committee met two times and the attendance of members is as follows:

S. No.	Name of the Member	Category	No. of Meetings Eligible to Attend	No. of Meetings Attended
I.	Sri. K.V. Suryaprakash Rao	Independent Director	2	2
ii.	Sri Y.S.R. Venkata Rao	Managing Director	2	2
iii.	Sri Murali Krishna Chevuturi	Independent Director	1	1
iv	Dr. T.V. Rao	Independent Director	1	1
v.	Sri. G. Jayaraman	Non-Executive Non- Independent Director	1	1

3. MEETING OF INDEPENDENT DIRECTORS:

As per the Schedule IV of the Companies Act 2013 and the Rule thereunder, the Independent Directors of the Company had met once during the year without the attendance of Non-Independent Directors and members of the Management. They had reviewed the performance of the Board and discussed other important matters.

**4. REMUNERATION PAID TO DIRECTORS**

The remuneration payable to the directors is determined by the Board on the recommendation of the nomination and remuneration committee. This is subject to the approval of the shareholders at the General Meeting. The non executive directors do not draw any remuneration from the Company except sitting fees for attending the meetings of the board and the committees.

Details of Remuneration paid to Directors during the financial year 2024-25

(All figures in ₹ Lakhs)

S. No.	Name of the Director	Remuneration	Commission / Consultancy	Sitting Fee	Total
i.	Dr. J.S.Yadav	--	--	3.90	3.90
ii.	Sri. Y.S.R. Venkata Rao	117.99	--	--	117.99
iii.	Sri. K.V. Surayaprakash Rao	--	--	4.90	4.90
iv.	Sri Murali Krishna Chevuturi	--	--	1.10	1.10
v.	Dr. T.V. Rao	--	--	1.10	1.10
vi.	Sri. G. Jayaraman	--	--	4.90	4.90
vii.	Dr. A.R. Prasad	--	12.00	3.2	15.2
viii.	Smt. Y. Lalithya Poorna	--	--	0.75	0.75
ix.	Mr. Y.V. Prashanth	59.40	--	--	59.40

5. ANNUAL GENERAL MEETINGS AND EXTRAORDINARY GENERAL MEETING

The details of the Annual General Meetings / Extraordinary General Meeting held in the last three financial years are as follows:

Annual General Meetings of the Company:

Year	Location	Date	Time (IST)
2021-22	Through VC hosted at Plot B-5, IDA, Uppal, Hyderabad – 500039	22 nd August 2022	11:00 A.M.
2022-23	Through VC hosted at Plot B-5, IDA, Uppal, Hyderabad – 500039	21 st August 2023	4:30 P.M.
2023-24	Through VC hosted at Plot B-5, IDA, Uppal, Hyderabad – 500039	21 st August 2024	11:00 A.M.

Extraordinary General Meeting(s) of the Company

Year	Location	Date	Time (IST)
2021-22	Through VC hosted at Plot B-5, IDA, Uppal, Hyderabad – 500039	15 th December 2022	11:00 A.M.

- No Extra-Ordinary General Meeting of the shareholders was held during the year.
- No Postal Ballot was conducted during the year. None of the resolutions proposed for the ensuing Annual General Meeting need to be passed by Postal Ballot.



- iii. Special Resolutions passed during the previous three Annual General Meetings:
 - a. 54th Annual General Meeting- 22nd August 2022- No Special Resolution was passed.
 - b. 55th Annual General Meeting- 21st August 2023- Special Resolutions passed for the Re-appointment of Sri Y.S.R. Venkata Rao as a Managing Director w.e.f. 1st May 2024.
 - c. 56th Annual General Meeting- 21st August 2024- Special Resolutions were passed for Appointment of Dr. T.V. Rao as Independent Director for a term of 5 years w.e.f. 21st August 2024 and appointment of Dr. J.S. Yadav as Non-Independent Director.
- iv. In the last three Financial Years only one Extra Ordinary General Meeting during FY 2022-23, was held on 15th December, 2022. The Special Resolution passed during this EGM was for the appointment of Mr. Y.V. Prashanth as Executive Director w.e.f. 10th November 2022.
- v. E-Voting/ Poll:

E-Voting is conducted for all the business items covered in the above 3 Annual General Meetings in Compliance with the Listing Agreement. CS B. Venkatesh Babu was appointed scrutinizer in all the meetings and also the EGM.

DISCLOSURES

6. SUBSIDIARY COMPANIES / ASSOCIATES/ JOINT VENTURES

The Company has no Subsidiary Company/ Associate/ Joint Ventures.

7. RISK MANAGEMENT

Periodic assessments to identify the risk areas are carried out to enable the Company to control risk through a properly defined plan. The risks are classified as financial risks, operational risks and market risks. The risks are taken into account while preparing the annual business plan for the year. The Board is also periodically assesses and reviews the business risks and the actions taken to manage them.

8. WHISTLE BLOWER POLICY

The Company has an established mechanism for Directors / Employees to report concerns about unethical behaviour, actual or suspected fraud, or violation of the code of conduct or ethics policy. It also provides for adequate safeguards against victimization of directors/ employees who avail of the mechanism. The Company affirms that no personnel have been denied access to the audit committee. The Company has formulated a Policy of Vigil Mechanism and has established a mechanism that any personnel may raise Reportable Matters.

9. RELATED PARTY TRANSACTION

There have been no materially significant related party transactions with the Company's promoters, directors, KMP or relatives which may have potential conflict with the interests of the Company at large. The necessary disclosures regarding the transactions at arm's length are given in the Board's Report and Notes to accounts.

10. ACCOUNTING TREATMENT

The Company has followed the Ind AS accounting standards in the preparation of its financial statements.

11. COMPLIANCES

There have been no instances of non-compliance by the Company on any matters related to the capital markets. During the year under review, the BSE Limited and National Stock Exchange of India Limited had proposed to levy penalty on the Company for alleged violation of certain regulations of SEBI (LODR)



Regulations, 2015. Based on the representations duly made by the Company, the proposals were dropped.

12. MEANS OF COMMUNICATION

The Quarterly, Half Yearly and Annual financial results are normally published by the Company in the leading newspapers in English version circulating substantially in the whole of India and in Telugu (being the Regional language) where the registered office is situated. The financial results are also placed on Company's website i.e. www.alkalimetals.com to access first-hand information about the financial information of the Company. Besides this as required under the SEBI (LODR) Regulations 2015 the said information is also sent to Stock exchanges (BSE & NSE).

13. CODE OF CONDUCT FOR THE BOARD OF DIRECTORS AND THE SENIOR MANAGEMENT

The standards for business conduct provide that the directors and the senior management will uphold ethical values and legal standards as the Company pursues its objectives and that honesty and personal integrity will not be compromised under any circumstances. A copy of the said code of conduct is available on Company's website i.e. www.alkalimetals.com. The Board members and senior management personnel have affirmed compliance with the code of conduct for the financial year 2024-2025.

14. GENERAL SHAREHOLDER INFORMATION

i. Annual General Meeting

Date and time	21 st August 2025
Venue	Through Video Conference
Book Closure Date	17 th August 2025 to 21 st August 2025 (both days inclusive)

ii. Financial Year : 1st April 2025 to 31st March 2026

Financial Calendar 2024 - 2025 (tentative)

First Quarter results (April - June) : On or before 14th August 2025

Second Quarter results (July – Sept) : On or before 14th November 2025

Third Quarter results (Oct – Dec) : On or before 14th February 2026

Annual Results audited (Audited) : On or before 30th May 2026

iii. Particulars of Dividend for the year ended 31st March 2025 ₹ 0.50 per share as Final Dividend subject to approval of the shareholders at the ensuing AGM.

iv. Listing of Shares

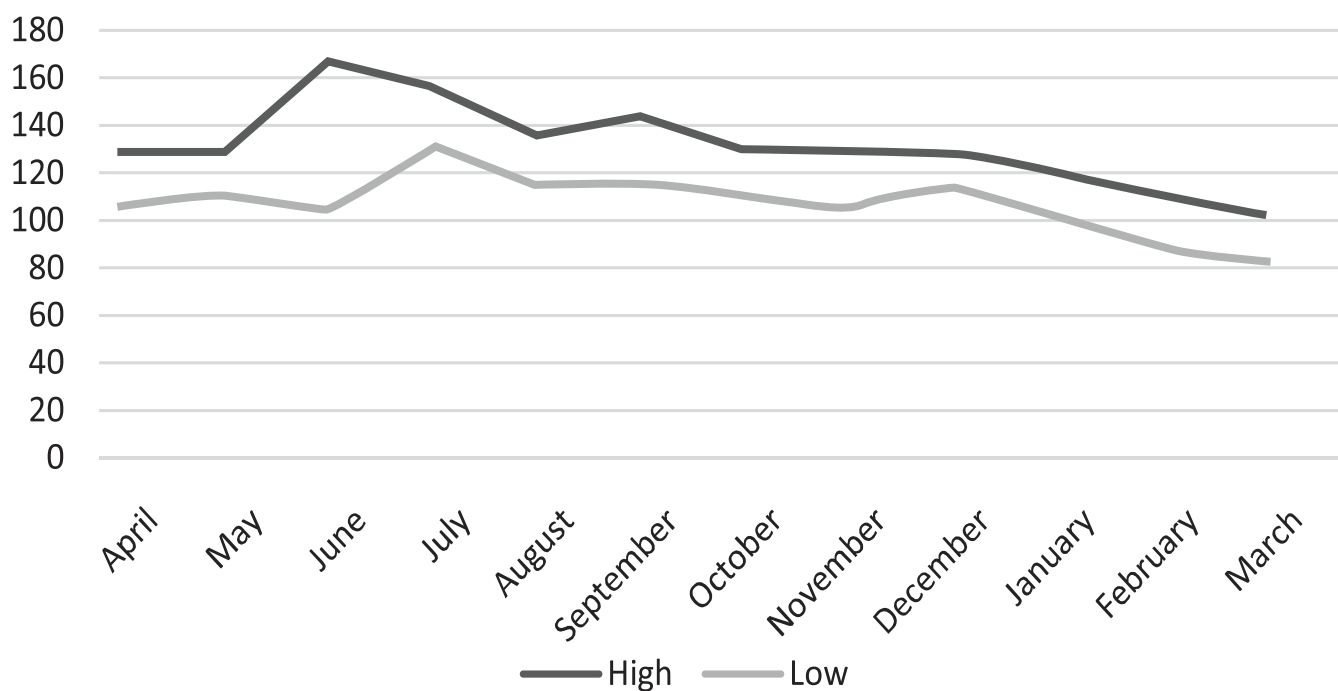
Name of the Stock Exchange	Stock Code
BSE Limited, Mumbai (BSE)	533029
National Stock Exchange of India Limited (NSE)	ALKALI
ISIN allotted by Depositories (Company ID Number)	INE773I01017

Note: Annual Listing fees for the year 2025-26 were duly paid to the above stock exchanges


a. Stock Market Data for the Financial Year 2024-25

(All figures in ₹)

Month	NSE			BSE		
	High	Low	Closing	High	Low	Closing
April	124.00	103.00	115.15	124.40	105.40	114.15
May	123.70	108.05	109.60	124.05	108.65	108.75
June	165.00	100.05	150.03	165.00	94.25	149.90
July	153.90	127.97	129.06	157.85	128.40	129.00
August	132.99	112.99	114.49	139.00	113.00	114.40
September	140.44	113.21	123.88	140.25	112.75	123.45
October	126.99	107.78	116.66	126.50	108.00	116.70
November	126.59	101.50	116.26	125.85	109.50	116.50
December	124.90	109.10	111.85	124.95	109.40	111.70
January	118.00	95.00	101.16	116.75	96.00	100.90
February	104.60	84.02	85.34	104.45	84.20	85.55
March	96.45	76.45	79.07	95.30	77.10	78.32



**b. Shareholding Pattern as on 31st March 2025**

Sl. No.	Category	Number of Shareholders	Number of Shares	Percentage (%)
i.	Promoter	1	69,04,715	67.8096
ii.	Directors/relatives (Promoter Group)	3	1,80,494	1.7726
iii.	Body Corporate (Promoter Group)	1	633	0.0062
iv.	IEPF	1	22,150	0.2175
v.	Resident Individuals	13081	28,29,317	27.7861
vi.	Body Corporate	56	47,612	0.4676
vii.	Non Resident Indians (NRIs)	133	66,854	0.6566
viii.	HUF	208	1,27,700	1.2541
ix.	LLPs	3	3,031	0.0298
	Total	13,487	1,01,82,506	100.00000

c. Distribution of Shareholding as on 31st March 2025

Category (Amount in ₹)	No. of Share Holders	% of Total Share Holders	Value of Shares (₹)	% of Total Value
Between 10 - 5000	12,420	92.0887	1,11,08,250.00	10.9092
Between 5001 - 10000	575	4.2634	45,26,880.00	4.4457
Between 10001 - 20000	274	2.0316	40,00,830.00	3.9291
Between 20001 - 30000	92	0.6821	23,15,010.00	2.2735
Between 30001 - 40000	41	0.3040	14,72,610.00	1.4462
Between 40001 - 50000	29	0.2150	13,93,700.00	1.3687
Between 50001 -100000	31	0.2299	22,09,460.00	2.1699
> 100000	25	0.1854	7,47,98,320.00	73.4577
Total	13,487	100.0000	10,18,25,060.00	100.0000

Note: We have clubbed the number of members having common pan.

d. Registrar and Share Transfer Agents

Cameo Corporate Services Limited

Subramanian Building, No.1, Club House Road, Chennai-600 002,

Contact Person : Mr. Murali Contact No. 044-28460390/948, 044-28460129

cameo@cameoindia.com

e. Share Transfer System

The shares are transferred within the stipulated period as per the listing Agreement. 99.99 % of Company Shares are in the dematerialized form.

f. Reconciliation of Share Capital Audit

A quarterly audit was conducted by a practicing Company secretary, reconciling the issued and listed capital of the Company with the aggregate of the number of shares held by investors in physical form and in the depositories and the said certificates were submitted to the stock exchanges within the prescribed time limit.

**g. Information in respect of transfer of shares to IEPF and unclaimed dividends due for remittance into Investor Education and Protection Fund (IEPF) is given below:**

As per the provisions of the Companies Act, 2013 dividends that remain unclaimed for a period of seven years from the date of declaration are required to be transferred to the Investor Education and Protection Fund (IEPF) administered by the Central Government. During the year under review, the Company had transferred the unpaid dividend and under laying shares till the FY 2016-17 to IEPF authorities. During the financial year an amount of ₹ 82,239.50 unclaimed dividend 185 shares belonging to 4 shareholders were transferred to IEPF Authorities. But due to technical issue on the Bharat Kosh Portal and the V3 portal of Ministry of Corporate Affairs (MCA), the form filed for communicating the transfer of Dividend is not yet approved. The Company is following up with IEPF Authorities and MCA to resolve the issue and have provided the relevant documents for the verification by the Authorities. Shareholders are required to claim the unpaid dividend if any immediately.

The unclaimed dividend as on 31st March 2025 with due date of transfer to IEPF is as follows:

Financial Year	Date of declaration	Date of transfer to IEPF
2017-18	30 th June, 2018	29 th July, 2025
2018-19	3 rd August 2019	2 nd September 2026
2019-20 (interim dividend)	29 th January 2020	28 th February 2027
2020-21	21 st August 2021	20 th September 2028
2021-22	22 nd August 2022	21 st September 2029
2022-23	21 st August 2023	20 th September 2030
2023-24	21 st August 2024	20 th September 2031

h. Plant Locations

Unit-I : Plot No. B-5, Block-III, IDA, Uppal, Hyderabad – 500 039, Telangana.

Unit-II : Survey No. 299 to 302, Dommara Pochampally Village,
Qutubullapur Mandal, Medchal District, Hyderabad - 500043, Telangana.

Unit-III : J.N. Pharma City, Parwada, Visakhapatnam – 531019, Andhra Pradesh.

i. Address for correspondence:

Registered office Address:

Plot No. B-5, Block-III, IDA, Uppal, Hyderabad – 500 039, Telangana.

cs.alkalimetals@gmail.com, secretarial@alkalimetals.com

15. The related party transactions and Auditor remuneration details are provided in the Notes to financial statements which will form part of the Annual Report.

16. Disclosure

The Company has complied with the following non-mandatory requirements as per the listing agreement:

- Company had appointed separate person to the position of Chairman and Managing Director.
- The Statutory financial statements of the Company are unqualified.
- The Internal Auditor of the Company directly reports to the Audit Committee.

[Your Company is in compliance with Corporate Governance requirements specified in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; any disclosure not given in this report but disclosed in the Board of Directors Report or its annexures shall be deemed to be reported in this report.]

Place : Hyderabad

Date : 19th May, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136

Declaration on Code of Conduct
(Pursuant to Schedule V (D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

This is to confirm that the Board has laid down a code of conduct for all the Board Members and Senior Management Personnel of the Company. The code of conduct has also been posted on the website of the Company.

It is further confirmed that all Directors and the Senior Management personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the year ended 31st March, 2025, as envisaged in Regulation 26(3) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

Place : Hyderabad

Date : 19th May, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

**INDEPENDENT AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE**

To
The Members of
Alkali Metals Limited

1. We, C K S Associates, Chartered Accountants, the Statutory Auditors of Alkali Metals Limited ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2025, as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("SEBI Listing Regulations").

Managements' Responsibility

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

Auditors' Responsibility

3. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

Opinion

7. Based on our examination of the relevant records and according to the information and explanations provided to us and the representation provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI Listing Regulations during the year ended March 31, 2025.
8. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For C K S ASSOCIATES
Chartered Accountants
FRN: 007390S

N. V. S. SRIKRISHNA
Partner

Place : Hyderabad
Date : 19th May, 2025

M.No. 025139
UDIN:25025139BMISBM4288



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

To,

The Members of**Alkali Metals Limited.,**

B-5, IDA, Uppal, Hyderabad

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Alkali Metals Limited having CIN L27109TG1968PLC001196 and having registered office at B-5, Block III, IDA, Uppal, Hyderabad – 500 039 (hereinafter referred to as ‘the Company’), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the SEBI (LODR) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31 March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority

therein, if any, of the management or an employee having a significant role in the Company’s internal control system over financial reporting.

S. No.	Name of Director	DIN	Date of appointment in Company
1.	Dr J.S. Yadav	02014136	21/08/2024
2.	Sri Y.S.R. Venkata Rao	00345524	01/07/1991
3.	Sri. K.V. Suryaprakash Rao	06934146	15/10/2018
4.	Sri Murali Krishna Chevuturi	01770851	21/08/2024
5.	Dr. T.V. Rao	05273533	21/08/2024
6.	Sri G. Jayaraman	01461157	21/08/2024
7.	Mrs. Y. Lalithya Poorna	00345471	10/04/2010
8.	Dr. A.R. Prasad	08765436	10/02/2021
9.	Mr. Y.V. Prashanth	00345418	10/11/2022

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

Place : Hyderabad

Date : 19th May, 2025

Signature:

Name: B. Venkatesh Babu

Membership No.: F6708

CP NO.: 5103, PR NO. 1954/2022

UDIN: F006708G000372095

**CERTIFICATION BY MANAGING DIRECTOR (MD) AND
THE CHIEF FINANCIAL OFFICER (CFO) TO THE BOARD**

To
The Board of Directors
Alkali Metals Limited

We Y.S.R.Venkata Rao, Managing Director and Gayathri Kesavarapu, Chief Financial Officer of the Company hereby certify to the Board that:

1. We have reviewed the financial statements and cash flow statement for the financial year ended 31st March 2025 and that to the best of our knowledge and belief:
 - a) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards (IndAs), applicable laws and regulations.
2. To the best of our knowledge and belief, no transactions entered into by the Company during the year ended 31st March 2025 are fraudulent, illegal or violative of the Company's code of Conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps have been taken or proposed to be taken to rectify these deficiencies.
4. We have indicated to the Auditors and the Audit Committee
 - a) That there are no significant changes in internal control over financial reporting during the year;
 - b) That there are no significant changes in Accounting Policies during the year; and
 - c) That there are no instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place : Hyderabad
Date : 19th May, 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Gayathri Kesavarapu
Chief Financial Officer

**INDEPENDENT AUDITORS' REPORT**

To the Members of **ALKALI METALS LIMITED**

Report on the Audit of Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS Financial Statements of **ALKALI METALS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes to the Financial Statements, including a summary of significant accounting policies and Other Explanatory Information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other Accounting Principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its Loss and Other Comprehensive Loss, Changes in Equity and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditors' 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 Ind AS Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS Financial Statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the Ind AS Financial Statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

Information Other Than the Financial Statements and Auditors' Report Thereon

The Company's Board of Directors is responsible for the preparation of the Other Information. The Other Information obtained at the date of this Auditors' Report comprises the information included in the Management Discussion and Analysis, Director's Report including Annexures to Board's Report and Shareholder's Information but does not include the Ind AS Financial Statements and our Auditors' Report thereon.

Our opinion on the Ind AS 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 Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

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



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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 Ind AS Financial Statements.

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

- identify and assess the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit, in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(I) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate Internal Financial Controls System in place and the operating effectiveness of such controls.
- evaluate the appropriateness of Accounting Policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the Ind AS 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 Ind AS Financial Statements, including the disclosures, and whether the Ind AS 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act (hereinafter referred to the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure-1 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, based on our audit 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 (including other comprehensive income), the Statement of Cash flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid Ind AS Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) on the basis of written representations received from the Directors as on March 31, 2025, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2025, from being appointed as a director in terms of Section 164(2) of the Act;
 - f) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure -2";
 - g) with respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act, as amended, we report that the remuneration paid by the Company to its Directors during the year, in our opinion and to the best of our information and according to the explanations given to us, is in accordance with the provisions of Section 197 of the Act;"
 - h) with respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors), 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in its Ind AS Financial Statements.
 - ii. in our opinion and as per the information and explanations provides to us, the Company has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses, and



- iii. the Company has no amount due to be transferred to the Investor Education and Protection Fund as at the end of the financial year under review;
- iv. (a) Management has represented that, to the best of its knowledge and belief, as disclosed in the note 48.I to the Notes to Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) the Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 48.ii to the Notes to Financial Statements, no funds have been received by the Company from any person or entity, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement;
- v. the dividend declared and paid during the year by the Company is in compliance of Section 123 of the Companies Act, 2013;
- vi. based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being not preserved or tampered with

For C K S ASSOCIATES

Chartered Accountants

FRN: 007390S

N. V. S. SRIKRISHNA

Partner

M.No. 025139

UDIN:25025139BMISBM4288

Place : Hyderabad

Date : 19th May, 2025

**ANNEXURE 1*****(Referred to under Paragraph 1, Report on Other Legal and Regulatory Requirements,
of our Report of Even Date to the Shareholders of Alkali Metals Limited)***

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment,
(B) The Company is maintaining proper records showing full Particulars of Intangible Assets.
- (b) The Property, Plant and Equipment have been physically verified by the Management at reasonable intervals and according to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The title deeds of all the Immovable, disclosed in the Ind AS Financial Statement, are held in the name of the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use Asset) or Intangible Assets during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and Rules made thereunder.
- (ii) (a) Physical verification of inventory has been conducted at reasonable intervals by Management. In our opinion, the coverage and procedure of such verification by the Management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
- (b) In respect of working capital limits, in excess of five crore Rupees in aggregate, sanctioned to the Company from banks or financial institutions during any point of time of the year on the basis of security of current assets, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement of the books of accounts of the Company.
- (iii) During the year the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties. Accordingly, the matters to be reported under Sub Clause (iii) (a) to (f) of Clause 3 of the Order are not applicable.
- (iv) According to the information and explanations furnished to us, there are no loans, investments, guarantees and security furnished by the Company, requiring compliance with the provisions of Sections 185 and 186 of the Companies Act, and hence the matters to be reported under Sub Clause (iv) of Clause 3 of the Order are not applicable.
- (v) According to the information and explanations furnished to us, the Company has not accepted any deposits or amounts which are deemed to be deposits, requiring compliance with 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 and the Rules made thereunder and hence the matters to be reported under Sub Clause (v) of Clause 3 of the Order are not applicable.
- (vi) According to the information and explanations furnished to us, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, for the products manufactured by the Company and hence the matters to be reported under Sub Clause (vi) of Clause 3 of the Order are not applicable.
- (vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax Service-tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other statutory dues to the appropriate authorities.



According to the information explanations furnished to us and based on our examination of the records of the Company, there are no arrears of outstanding dues on the last day of the financial year concerned for a period of more than six months from the date they become payable.

- (b) According to the information and explanations furnished to us, the following statutory dues have not been deposited on account of disputes with various authorities:

₹ in Lakhs

Statute	Nature of Dues	Amount	Period to which the Dues relate	Forum where the dispute is pending	Remarks
The department of GST Andhra Pradesh.	The department of GST Andhra Pradesh has raised demand regarding Tran-1 credit & Penalties against which appeal has been filed with the Appellate, which has been rejected.	1.97	F Y 2016-17	GST tribunal as and when it is constituted	Nil
The department of GST Telangana.	The department of GST Telangana has raised demand regarding Input Credit & Penalties against which appeal has been filed with the Appellate Authority, which has been rejected.	10.96	F Y 2017-18 & F Y 2018-19	GST tribunal as and when it is constituted	Nil
The department of GST Andhra Pradesh.	The department of GST Andhra Pradesh has raised demand regarding ITC & Penalties.	0.93	FY 2017 – 2018, 2018-2019, 2019-2020	GST tribunal as and when it is constituted	Nil
The department of GST Telangana.	The department of GST Telangana has raised demand regarding Tran-1 credit & Penalties	4.54	FY 2016-2017	GST tribunal as and when it is constituted	Nil

(Refer Note No.38.A of notes to accounts)

- (viii) The Company has not surrendered or disclosed any transactions previously not recorded in the books of account, in the tax assessments under the income Tax Act, 1961 (43 of 1961), as income during the year and hence the matters to be reported under Sub Clause (viii) of Clause 3 of the Order are not applicable.
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- (c) The Company has applied the term loans for the purpose for which loans were obtained.
- (d) According to the information and explanations furnished to us and overall examination of the Financial Statements of the Company, we report that the Company has not utilised any funds raised on short term basis for long term purposes.



- (e) According to the information and explanations furnished to us and overall examination of the Financial Statements of the Company, it has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence the matters to be reported under Sub Clause (ix) (f) of Clause 3 of the Order are not applicable.
- (x) (a) According to the information and explanations furnished to us by the Management, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and hence the matters to be reported under Sub Clause (x) (a) of Clause 3 of the Order are not applicable.
- (b) According to the information and explanations furnished to us by the Management, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and hence the matters to be reported under Sub Clause (x) (b) of Clause 3 of the Order are not applicable.
- (xi) (a) No fraud by the company or any fraud on the company have been noticed or reported during the year.
- (b) During the year no report under sub-section (12) of section of Section 143 of the Companies Act has been filed by the Auditors in Form ADT- 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) According to the information and explanations furnished to us by the Management, the Company has not received any whistle-blower complaints and hence the matters to be reported under Sub Clause (xi) of Clause 3 of the Order are not applicable.
- (xii) The Company is not a Nidhi Company and hence the matters to be reported under Sub Clause (xii) of Clause 3 of the Order are not applicable.
- (xiii) According to the information and explanations furnished to us by the Management, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, where applicable and the details have been disclosed in the Notes to Financial Statements, as required by the applicable Accounting Standards.
- (xiv) (a) The company has an internal audit system commensurate with the size and nature of its business.
- (b) The reports of Internal Auditors, issued till the date of our audit report, for the period under audit, were considered by us.
- (xv) According to the information and explanations furnished to us by the Management, the Company has not entered into any non-cash transactions with directors or persons connected with them, as referred to under the provisions of Section 192 of Companies Act.
- (xvi) (a) According to the information and explanations furnished to us, the provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company.
- (b) The Company has not conducted any Non-banking Financial or Housing Finance activities and hence the matters to be reported under Sub Clause (xvi) (b) of Clause 3 of the Order are not applicable to the Company.
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence the matters to be reported under Sub Clause (xvi) (c) of Clause 3 of the Order are not applicable to the Company.



- (d) There is no Core Investment Company, as part of the Group, and hence the matters to be reported under Sub Clause (xvi) (d) of Clause 3 of the Order are not applicable to the Company.
- (xvii) The Company has incurred cash losses of ₹ 388.99 lakhs in the current Financial Year and has not incurred cash loss in the preceding Financial Year.
- (xviii) During the year, the Previous Statutory Auditors have been retired as their period of appointment for 5 years has elapsed.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, Other Information accompanying the Financial Statements, our knowledge of the Board of Directors and the Management Plans and based on our examination of the supporting assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the Audit Report that company is capable of meeting its liabilities existing at the date of Balance Sheet as and when they fall due, within a period of one year from the Balance Sheet date.
- (xx) According to the information and explanations given to us, during the year the Company has spent required CSR funds and transfer of funds to a Fund specified in Schedule VII to the Companies Act, as the provisions of Sec.135 do not arise.

For C K S ASSOCIATES
Chartered Accountants
FRN: 007390S

Place : Hyderabad
Date : 19th May, 2025

N. V. S. SRIKRISHNA
Partner
M.No. 025139
UDIN:25025139BMISBM4288

**ANNEXURE – 2 TO THE INDEPENDENT AUDITOR’S REPORT:*****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”):***

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 **ALKALI METALS LIMITED** (“the Company”) as of March 31, 2025 in conjunction with our audit of the Ind AS 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 issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls over Financial Reporting based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (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 Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s Internal Financial Controls System over financial Reporting.

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 Ind AS 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 Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS 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 March 31, 2025, 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 C K S ASSOCIATES

Chartered Accountants

FRN: 007390S

Place : Hyderabad

Date : 19th May, 2025**N. V. S. SRIKRISHNA**

Partner

M.No. 025139

UDIN:25025139BMISBM4288


BALANCE SHEET AS AT 31ST MARCH, 2025

(₹ in Lakhs)

Particulars	Note No	As at 31 st March 2025	As at 31 st March 2024
I. ASSETS			
NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	4	4,102.96	4,334.95
(b) Right to Use Asset	5	-	394.48
(c) Capital Work-in-progress	6	-	18.73
(d) Financial Assets			
(i) Other Financial Assets	7	63.31	104.84
(e) Deferred Tax Assets	8	522.50	522.50
(f) Other Non Current Assets	9	17.98	38.23
		4,706.75	5,413.72
CURRENT ASSETS			
(a) Inventories	10	2,669.45	3,387.01
(b) Financial Assets			
(i) Trade Receivables	11	1,433.61	1,797.44
(ii) Cash and Cash Equivalents	12	4.15	3.83
(iii) Other Bank Balances	13	57.34	19.38
(iv) Other Financial Asset	14	0.39	1.30
(v) Other Current Assets	15	421.94	314.61
		4,586.87	5,523.56
TOTAL ASSETS		9,293.62	10,937.29
II. EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	16	1,018.25	1,018.25
(b) Other Equity	17	3,434.23	4,116.31
		4,452.48	5,134.56
NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	18	22.80	42.54
(ii) Lease Liabilities	19	-	347.27
(b) Provisions	20	90.16	76.68
(c) Deferred Tax Liability	21	184.74	408.26
(d) Other Non Current Liabilities	22	49.09	121.58
		346.80	996.33
CURRENT LIABILITIES			
(a) Financial Liabilities			
(i) Borrowings	23	1,768.77	1,749.79
(ii) Lease Liabilities	24	-	117.10
(iii) Trade Payables	25		
- Total outstanding dues of Micro, Small and Medium Enterprises		58.16	29.30
- Total outstanding dues other than Micro, Small and Medium Enterprises		1,867.16	2,479.39
(b) Other Financial Liabilities	26	31.58	33.09
(c) Other Current Liabilities	27	699.33	324.86
(d) Provisions	28	69.35	72.86
		4,494.35	4,806.40
TOTAL EQUITY AND LIABILITIES		9,293.62	10,937.29

The accompanying notes form an integral part of this financial statements.

As per our Report attached
For C K S Associates
Chartered Accountants
(FRN 007390S)

N V S Srikrishna
Partner
M.NO.025139

Place : Hyderabad
Dated: 19th May 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Gayathri Kesavarapu
Chief Financial Officer

For and on Behalf of Board of Directors
Alkali Metals Limited

Dr. J.S. Yadav
Chairman
DIN: 02014136

Siddharth Dubey
Company Secretary

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

(₹ in Lakhs)

Particulars	Note No.	Year ended 31 st March 2025	Year ended 31 st March 2024
Revenue			
I. Revenue from Operations	29	8,233.00	8,285.59
II. Other Income	30	156.70	82.53
III Total Income		8,389.70	8,368.13
IV. Expenses			
Cost of Materials Consumed		3,989.64	3,766.22
Changes in Inventories of Finished Goods			
Work-in-Progress and Stock-in-Trade	31	373.15	(506.69)
Employee Benefits Expense	32	1,381.58	1,459.70
Finance Cost	33	240.12	256.04
Depreciation & Amortisation Expenses	34	414.51	459.86
Corporate Social Responsibility Expenses	35	-	10.00
Other Expenses	36	2,563.39	2,727.03
Total Expenses		8,962.38	8,172.15
V. Profit for the year before exceptional items & tax		(572.67)	195.97
VI. Exceptional Items	37	230.83	40.81
VII. Profit Before Tax		(803.50)	155.16
VIII. Tax Expense			
a. Current Tax (MAT)		-	14.89
Less: MAT Credit Entitlement		-	(0.49)
b. Tax Pertaining to Earlier Years		-	3.07
c. Deferred Tax For The Year		(223.52)	24.81
Total Tax Expenses		(223.52)	42.28
IX. Profit / (Loss) for the year		(579.98)	112.88
X. Other Comprehensive Income (net) -			
Items that will not be reclassified to P&L a/c			
Re-measurement of defined benefit plan		(0.28)	(61.37)
Current Tax (MAT)		-	-
Less: MAT Credit Entitlement		-	-
		(0.28)	(61.37)
XI. Total Comprehensive Income / (Loss) for the year			
(IX+X)		(580.26)	51.51
XII. Earnings Per Share			
Face Value ₹ 10/- per share			
a. Basic		(5.70)	1.11
b. Diluted		(5.70)	1.11

The accompanying notes form an integral part of this financial statements.

As per our Report attached
For C K S Associates
Chartered Accountants
(FRN 007390S)

N V S Srikrishna
Partner
M.NO.025139

Place : Hyderabad
Dated: 19th May 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Gayathri Kesavarapu
Chief Financial Officer

For and on Behalf of Board of Directors
Alkali Metals Limited

Dr. J.S. Yadav
Chairman
DIN: 02014136

Siddharth Dubey
Company Secretary


STATEMENT OF CHANGES IN EQUITY
A. Equity
i. Current Reporting Year Ended 31st March, 2025

(₹ in Lakhs)

Balance At the Beginning of reporting Period	Restated balance at the Beginning of the current Reporting Period	Changes in equity Share capital during the Current Year	Balance at the End of The Current Reporting Period
1,018.25	-	-	1,018.25

ii. Previous Reporting Year Ended 31st March, 2024

(₹ in Lakhs)

Balance at the beginning of the previous reporting period	Restated balance at the Beginning of the Previous Reporting Period	Changes in equity Share capital during the Previous Year	Balance at the End of The Previous Reporting Period
1,018.25	-	-	1,018.25

B. Other Equity
i. Current reporting Year

(₹ in Lakhs)

Particulars	Reserves and Surplus						
	Securities Premium	General Reserves	Investment subsidy	Retained Earnings	Revaluation Surplus	Other items of Other Comprehensive Income (Specify Nature)	Total
Balance at the beginning of the current reporting period - 1 st April, 2024	2,371.50	913.44	10.00	738.01	83.37	-	4,116.31
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of current reporting period	-	-	-	-	-	-	-
Total Comprehensive Income for the Current Year	-	-	-	(580.26)	-	-	(580.26)
Dividends	-	-	-	(101.83)	-	-	(101.83)
Transfer to retained earnings	-	-	-	-	-	-	-
Any other change (to be Specified)	-	-	-	-	-	-	-
Balance at the end of the current reporting period - 31 st March, 2025	2,371.50	913.44	10.00	55.92	83.37	-	3,434.23



ii. Previous Reporting Year

(₹ in Lakhs)

Particulars	Reserves and Surplus						
	Securities Premium	General Reserves	Investment subsidy	Retained Earnings	Revaluation Surplus	Other items of Other Comprehensive Income (Specify Nature)	Total
Balance at the beginning of the previous reporting period – 1 st April, 2023	2,371.50	913.44	10.00	890.15	83.37	-	4,268.45
Changes in accounting policy or prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of previous reporting period	-	-	-	-	-	-	-
Total Comprehensive Income for the Previous Year	-	-	-	51.51	-	-	51.51
Dividends	-	-	-	(203.65)	-	-	(203.65)
Transfer to retained earnings	-	-	-	-	-	-	-
Any other change (to be Specified)	-	-	-	-	-	-	-
Balance at the end of the previous reporting period – 31 st March, 2025	2,371.50	913.44	10.00	738.01	83.37	-	4,116.31

The accompanying notes form an integral part of this financial statements.

As per our Report attached
For C K S Associates
Chartered Accountants
(FRN 007390S)

For and on Behalf of Board of Directors
Alkali Metals Limited

N V S Srikrishna
Partner
M.NO.025139

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136

Place : Hyderabad
Dated: 19th May 2025

Gayathri Kesavarapu
Chief Financial Officer

Siddharth Dubey
Company Secretary


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

(₹ in Lakhs)

Particulars	As at 31 st March, 2025	As at 31 st March, 2024
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before tax and exceptional items	(572.67)	195.97
Exceptional items - income / (expenditure) *	(230.83)	(40.81)
Other comprehensive income (net)	(0.28)	(61.37)
Total comprehensive income before tax	(803.78)	93.79
Adjustments for		
Depreciation	337.33	356.95
Amortisation of intangible assets	-	-
Amortisation of Right to Use Assets	77.18	102.91
Loss on sale of assets	-	30.40
Profit on sale of Fixed Assets	(4.69)	(2.55)
Assets written off	-	12.97
Interest income	(7.27)	(8.34)
Interest expense	240.12	256.04
Excess Provision written back	(21.27)	(54.77)
Lease Liability Written Back	(102.91)	-
Deferred Grant Written Back	(9.55)	(9.55)
	508.93	684.05
Operating profit before working capital changes	(294.85)	777.84
(Increase)/decrease in sundry debtors	363.83	(428.25)
(Increase)/decrease in inventories	738.83	(564.60)
(Increase)/decrease in loans & advances	(124.13)	170.02
Increase/(decrease) in current liabilities	(194.94)	625.96
Increase/(decrease) in Provision	13.48	51.28
(Increase)/decrease in Other Financial Assets	41.53	(3.28)
	838.59	(148.89)
Cash generated from operations	543.75	628.95
Income tax paid net of refunds	-	-
Income tax adjustments	-	-
Net cash flow from operating activities (A)	543.75	628.95
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant and Equipment	(130.93)	(173.00)
Sale proceeds of Property, Plant and Equipment	49.00	4.15
Interest received	7.27	5.27
Net cash flow from investing activities (B)	(74.66)	(163.57)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment/proceeds of long-term borrowings	(19.73)	(55.29)
(Increase)/decrease in working capital borrowings	-	-
Repayment of loans	(72.49)	(3.96)
Repayment of Lease Rent	(86.39)	(106.45)
Dividend payment	(101.83)	(203.65)
Interest paid	(188.33)	(202.00)
Net cash flow used in financing activities (C)	(468.76)	(571.35)
Net Increase in Cash and Cash Equivalents (A+B+C)	0.32	(105.98)
Cash and cash equivalents as at the beginning of the period	3.83	109.80
Cash and cash equivalents at end of the period	4.15	3.83
Cash and Cash Equivalent at the end of the year include:		
Cash on hand	3.91	3.80
Balances with banks in current account	0.24	0.03
Total Cash and Cash Equivalents	4.15	3.83

Notes to the cash flow statement for the year ended 31st March, 2025

- This statement is prepared as per Ind AS-7 (Indirect method), whereby profit for the year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows.
- Previous year's figures were re-grouped wherever necessary.

As per our Report attached

For C K S Associates

Chartered Accountants
(FRN 007390S)

N V S Srikrishna
Partner
M.NO.025139

Place : Hyderabad
Dated: 19th May 2025

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Gayathri Kesavarapu
Chief Financial Officer

For and on Behalf of Board of Directors
Alkali Metals Limited
Dr. J.S. Yadav
Chairman
DIN: 02014136
Siddharth Dubey
Company Secretary

**ALKALI METALS LIMITED****1. COMPANY OVERVIEW**

Alkali Metals Limited, which was established in 1968, at Hyderabad, Telangana, India, as a closely held Company. It became a Public Listed Company on 6th November, 2008 being listed on BSE & NSE. Originally set up for manufacturing of Sodium Metal, the Company subsequently diversified into manufacturing of Sodium Derivatives, Pyridine Derivatives, Fine Chemicals and APIs etc. The Company is recognised as an “Export House” by DGFT and is also recognised by the Department of Science and Technology, New Delhi as an approved “In house R & D Facility”. The Company has three manufacturing units, at Uppal, Dommara Pochampally at Hyderabad and JNPC Visakhapatnam.

2. BASIS OF PREPARATION AND MEASUREMENT**2.1. Statement of Compliance**

The financial statements for the year ended 31st March 2025 have been prepared in accordance with Indian Accounting Standards (“Ind AS”) prescribed under Section 133 of the Companies Act, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter.

2.2. Accounting Convention and Basis of Measurement

The financial statements have been prepared on the historical cost convention and on accrual basis, except for the following material items that have been measured at fair value as required by relevant Ind AS:

- a. Certain financial assets and liabilities measured at fair value (refer accounting policy on financial instruments)
- b. Defined benefit and other long-term employee benefits.

2.3. Functional and Presentation Currency

The financial statements are presented in Indian rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All financial information presented in Indian rupees has been rounded off to the nearest lakh, except for number of shares and Earnings Per Share data.

2.4. Use of Judgements, Estimates and Assumptions

The preparation of the financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities at the date of the financial statements and reported amounts of revenues and expenses during the year and the disclosure of contingent liabilities and assets. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about critical judgements in applying accounting policies, as well as estimates and assumptions in respect of the following areas, that have most significant effect to the carrying amounts within the next financial year are included in the relevant notes.

- a. Useful lives of property, plant, equipment and intangibles
- b. Measurement of defined benefit obligations
- c. Measurement and likelihood of occurrence of provisions and contingencies
- d. Recognition of deferred tax assets/liabilities
- e. Impairment of intangibles
- f. Expenditure relating to research and development activities.



2.5. Operating Cycle

Based on the nature of products/ activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1. Property Plant and Equipment

- a. Property Plant and Equipment are measured at cost less accumulated depreciation and impairment losses.
- b. The cost of property, plant and equipment includes those incurred directly for the construction or acquisition of the asset, and directly attributable to bringing it to the location and condition necessary for it to be capable of operating in the manner intended by the management and includes the present value of expected cost for dismantling/ restoration wherever applicable.
- c. The cost of major spares is recognised in the carrying amount of the item of property, plant and equipment in accordance with the recognition criteria set out in the Standard. The carrying amount of the replaced part is derecognised at the time of actual replacement. The cost of the day-to-day servicing of the item are recognised in statement of profit and loss account.
- d. Depreciation on Property, Plant and Equipment is provided under straight line method over the useful life of the assets as specified in Part C of Schedule II to the Companies Act, 2013 and the manner specified therein. Assets costing less than ₹ 10,000 are fully depreciated in the year of purchase.
- e. Expenditure attributable / relating to PPE under construction / erection is accounted as below:
 - To the extent directly identifiable to any specific plant / unit, trail run expenditure net of revenue is included in the cost of property plant and equipment.
 - To the extent not directly identifiable to any specific plant / unit, it is kept under “expenditure during construction” for allocation to property plant and equipment and is grouped under capital work in progress.
 - Advances paid towards the acquisition of property, plant and equipment outstanding at each Balance Sheet date is classified as capital advances under other non-current assets.

3.2. Intangible Assets

- a. Intangible Assets are recognised when it is probable that future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Expenditure incurred for creating infrastructure facilities where the ownership does not rest with the Company and where the benefits from it accrue to the Company over a future period is also considered as Intangible Asset.
- b. New product development expenditure, software licences, technical knowhow fee, infrastructure and logistic facilities etc., are recognised as Intangible Assets upon completion of development and commencement of commercial production.
- c. Intangible Assets are amortised on straight line method over their technically estimated useful life.
- d. Residual values and useful lives for all Intangible Assets are reviewed at each reporting date. Changes if any are accounted for as changes in accounting estimates.

3.3. Impairment of Asset

a. Financial Assets

The Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:



- Financial assets that are debt instruments and are measured at amortised cost whether applicable for e.g. loans debt securities, deposits, and bank balances.
- Trade Receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables which do not contain a significant financing component. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

b. Non – financial assets

The Company assesses at each reporting date whether there is any objective evidence that a non-financial asset or a group of non-financial assets is impaired. If any such indication exists, the Company estimates the amount of impairment loss.

3.4. Inventories

Items of inventories are valued at lower of cost or net realisable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. Cost of raw material is determined on FIFO method.

The factors that the Company considers in determining the provision for slow moving, obsolete and other non-saleable inventory include estimated shelf-life, ageing of inventory and to the extent each of these factors impact the Company's business and markets. The Company considers all these factors and adjusts the inventory provision to reflect its actual experience on a periodic basis.

3.5. Foreign Currency Transactions

- a. Transactions relating to non-monetary items and purchase and sale of goods /services denominated in foreign currency are recorded at the exchange rate prevailing or a rate that approximates the actual rate on the date of transaction.
- b. Assets and liabilities in the nature of monetary items denominated in foreign currencies are translated and restated at prevailing exchange rates as at the end of the reporting period.
- c. Exchange differences arising on account of settlement / conversion of foreign currency monetary items are recognised as expense or income in the period in which they arise.
- d. Foreign currency gains and losses are reported on a net basis.

3.6. Revenue Recognition

While recognizing the revenue under Ind AS-115, in respect of Contracts which meet the defined criteria, due consideration has been given to identify all the performance obligations stated therein including transfer of goods or services as well as term of payment. The transaction price is allocated to each distinct and identifiable performance obligation and is also adjusted for the time value of money. In respect of goods, revenue is recognised on transfer of significant risks and rewards of the ownership including effective control of the buyer. In respect of all other services/performance obligations, revenue is recognised upon of completion of such performance. The revenue so measured is stated net of trade discounts / rebated and other price allowances, wherever applicable. Other income including interest is recognised on accrual basis.

3.7. Government Grants:

The incentives received on Exports/Imports of Goods are deducted from the respective expense head on receipt basis.



3.8. Employee Benefits

a. Short term Benefits

All employee benefits falling due wholly within twelve months of rendering the service are classified as short-term employee benefits. The cost of the benefits like salaries, wages, medical, leave travel assistance, short term compensated absences, bonus, exgratia etc., are recognised as an expense in the period in which the employee renders the related service.

b. Post employment benefits

• Defined Contribution Plans

The contribution paid /payable under provident fund scheme, ESI scheme, and employee pension scheme is recognised as expenditure in the period in which the employee renders the related service.

• Defined Benefit Plans

The Company's obligation towards gratuity is a defined benefit plan. The present value of the estimated future cash flows of the obligation under such plan is determined based on actuarial valuation using the projected unit credit method. Any difference between the interest income on plan asset and the return actually achieved and any changes in the liabilities over the year due to changes in actuarial assumptions or experienced adjustments within the plan are recognised immediately in other comprehensive income and subsequently not reclassified to the statement of profit and loss.

All defined benefit plans obligations are determined based on valuation as at the end of the reporting period, made by independent actuary using the projected unit credit method. The classification of the Company's net obligation into current and non-current is as per the actuarial valuation report.

c. Long term Employee Benefits

The obligation for long term employee benefits such as long-term compensated absences, is determined and recognised in the similar manner stated in the defined benefit plan.

3.9. Borrowing Cost

- a. Borrowing costs incurred for obtaining assets which take substantial period to get ready for their intended use are capitalised to the respective assets wherever the costs are directly attributable to such assets and in other cases by applying weighted average cost of borrowings to the expenditure on such assets.
- b. Other borrowing costs are treated as expense for the year.
- c. Significant transaction costs in respect of long-term borrowings are amortised over the tenor of respective loans using effective interest method.

3.10. Provision for Current Tax and Deferred Tax

a. Current Tax

The tax currently payable is based on taxable profit for the year. Taxable profits differ from the profit as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using tax rates that have been enacted or substantially enacted by the end of the reporting period. In the event of Tax computed as stated is less than the tax computed under section 115JB of the Income tax Act., 1961, provision for current tax will be made in accordance with such provisions.


b. Deferred Tax

Deferred Tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred Tax liabilities are generally recognised for all taxable temporary differences. Deferred Tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

The carrying amount of Deferred Tax asset is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred Tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of Deferred Tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period to recover or settle the carrying amount of its assets and liabilities.

c. Current Tax and Deferred Tax for the year

Current and deferred tax are recognised in profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

Deferred Tax resulting from “timing difference” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. Deferred Tax asset is recognised and carried forward only to the extent there is reasonably certain that there will be sufficient future income to recover such Deferred Tax Asset.

3.11. Minimum Alternate Tax Credit

Minimum Alternate Tax Credit Entitlement is recognized in the books of account when there is convincing evidence that the Company will pay normal income tax during the specified period. The Entitlement is reviewed at each balance sheet date with regard to the correctness of the carrying amount.

3.12. Research and Development

Capital expenditure incurred has been disclosed under separate heads of account and revenue expenditure incurred is charged off as a distinct item in the Statement of Profit and Loss.

3.13. Financial Instruments (Financial Assets and Financial Liabilities):

All Financial Instruments are recognized initially at fair value. The classification of Financial Instruments depends on the objective of the business model for which it is held and the contractual cash flows that are solely payments of principal and interest on the principal outstanding. For the purpose of subsequent measurement, Financial Instruments of the Company are classified into (a) Non-Derivate Financial Instruments and (b) Derivative Financial Instruments.

a. Non-Derivative Financial Instruments:

- Security Deposits, Cash and Cash Equivalents, Other Advances, Trade Receivables and Eligible Current and non-current financial assets are classified as financial assets under this clause.
- Loans and borrowings, trade and other payables including deposits collected from various parties and eligible current and non-current financial liabilities are classified as financial liabilities under this clause.



- Financial instruments are subsequently carried at amortized cost.
- Transaction costs that are attributable to the financial instruments recognized at amortized cost are included in the fair value of such instruments.

b. Derivative Financial Instruments:

- The policy in respect of Derivatives will be formulated as and when required.

3.14. Claims

Claims by and against the Company, including liquidated damages, are recognised on acceptance basis.

3.15. Leases:

The Company's lease asset classes primarily consist of leases for land and building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company avails itself substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset. At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

As a lessee, the Company determines the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease.

Lease liability and Right to Use assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.



(₹ in Lakhs)

4. PROPERTY, PLANT AND EQUIPMENT

S. No	Description	Gross Carrying Amount			Accumulated Depreciation				Net Carrying Amount	
		As on 1 st April 2024	Additions	Adjustments/deletions	As on 31 st March 2025	As on 1 st April 2024	For the period	Adjustments/deletions	As on 31 st March 2025	As on 31 st March 2024
i.	Land	692.30	-	-	692.30	-	-	-	-	692.30
ii.	Building	2,918.26	74.67	48.46	2,944.46	1,162.06	98.27	4.15	1,256.18	1,756.20
iii.	Plant & Equipment	4,037.14	62.89	-	4,100.03	2,470.67	180.66	-	2,651.33	1,566.46
iv.	Pollution Control Equipment	24.70	-	-	24.70	23.46	-	-	23.46	1.23
v.	Vehicles	46.17	-	-	46.17	16.16	5.02	-	21.18	30.01
vi.	Furniture & Fixture	67.65	-	-	67.65	44.76	4.47	-	49.23	22.89
vii.	Lab Equipment	170.10	-	-	170.10	53.34	15.85	-	69.18	116.76
viii.	Office Equipment	20.36	0.10	-	20.46	16.44	1.16	-	17.60	3.92
ix.	Computers	33.45	2.05	-	35.49	20.06	5.49	-	25.55	13.39
x.	R& D Equipment	659.45	-	-	659.45	566.46	21.06	-	587.52	92.99
xi.	R & D Lab Equipment	76.00	-	-	76.00	44.99	3.75	-	48.75	31.00
xii.	Safety Equipment	26.62	9.95	-	36.56	18.82	1.60	-	20.42	7.79
	Total	8,772.18	149.65	48.46	8,873.38	4,437.24	337.33	4.15	4,770.42	4,334.95
	Carrying Value as of 31 st March 2024	8,857.84	286.94	37.59	8,772.18	4,407.92	356.95	327.63	4,437.24	4,449.92

(₹ in Lakhs)

5. RIGHT TO USE OF ASSET

S. No	Description	Gross Carrying Amount			Accumulated Amortization				Net Carrying Amount	
		As on 1 st April 2024	Additions	Adjustments/deletions	As on 31 st March 2025	As on 1 st April 2024	For the period	Adjustments/deletions	As on 31 st March 2025	As on 31 st March 2024
I.	Right to Use Asset	617.51	-	(617.51)	-	223.03	77.18	(300.21)	-	394.48
	Total	617.51	-	617.51	-	223.03	77.18	(300.21)	-	394.48
	Carrying Value as of 31 st March 2024	617.51	-	-	617.51	120.12	102.91	-	223.03	497.39

**6. CAPITAL WORK-IN-PROGRESS**

(₹ in Lakhs)

Description	As on 1 st April 2024	Additions	Adjustments / deletions	As on 31 st March 2025
Civil Works in Progress	18.73	48.24	66.97	-
Other Assets	-	64.22	64.22	-
Total	18.73	112.45	131.18	-
Carrying Value as of 31 st March 2024	132.67	173.00	286.94	18.73

7. OTHER FINANCIAL ASSETS

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Security Deposits	63.31	104.84
Total	63.31	104.84

8. DEFERRED TAX ASSETS (NET)

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
MAT Credit Entitlement	522.50	522.50
Total	522.50	522.50

9. OTHER NON CURRENT ASSETS

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Income Tax Refund Receivable	4.99	2.32
Prepaid Expenses	7.85	25.91
Capital Advances	5.14	10.00
Total	17.98	38.23

10. INVENTORIES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
<i>Valued at Cost or Net Realisable Value, whichever is lower (As Certified by Management)</i>		
Raw Materials	460.20	614.76
Work-in-progress	1,763.63	2,280.29
Finished Goods	279.67	136.17
Stores, spares, fuels and consumables	165.94	329.14
Stock in Transit (Raw-Material & Packing Material)	-	47.92
	2,669.45	3,408.28
Less: Provision for Slow-Moving Inventory	-	(21.27)
Total	2,669.45	3,387.01

11. TRADE RECEIVABLES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Unsecured, Considered Good	1,433.61	1,797.44
Unsecured, Considered Doubtful	235.51	-
Less : Provision for doubtful debts	(235.51)	-
Total	1,433.61	1,797.44


Trade Receivable Ageing Schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	Total
Unsecured, Considered good	1,431.80	1.81	-	-	1,433.61
Unsecured, Considered Doubtful	-	-	235.51	-	235.51
Previous Year	1,797.44	-	-	-	1,797.44

12. CASH AND CASH EQUIVALENTS

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Balances with Banks- EEFC Account	0.24	0.03
Cash on Hand	3.91	3.80
Total	4.15	3.83

13. OTHER BANK BALANCES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Margin Money Deposit in Banks	52.18	13.81
Unpaid Dividend Accounts	5.16	5.57
Total	57.34	19.38

14. OTHER FINANCIAL ASSET

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Interest Receivable	0.39	1.30
Total	0.39	1.30

15. OTHER CURRENT ASSETS

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Balances With Revenue Authorities	304.59	249.69
Prepaid Expenses	77.96	56.47
Advances to Suppliers	30.22	4.12
Other Advances	9.16	4.33
Total	421.94	314.61

16. SHARE CAPITAL

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Authorised Share Capital		
1,50,00,000 Equity Shares of ₹ 10 Par Value	1,500.00	1,500.00
Issued, Subscribed and Paid-up Capital		
1,01,82,506 Equity Shares of ₹ 10 Par Value, fully paid up	1,018.25	1,018.25
Total	1,018.25	1,018.25

Disclosures:

16.1 All the equity shares carry equal rights and obligations including for dividend and with respect to voting rights.


16.2. Names of shareholders holding more than 5% of the Share capital and their shareholding.

S.No.	Name of shareholder	As on 31st March 2025 No. of shares	As on 31st March 2024 No. of shares
1	Sri. Y.S.R. Venkata Rao	69,04,715	69,04,715
	% of Holding	67.81%	67.81%

16.3 Reconciliation of number of shares

Particulars	As at 31 st March, 2025		As at 31 st March, 2024	
	No. of Shares	Amount (in ₹ Lakhs)	No. of Shares	Amount (in ₹ Lakhs)
Equity Shares				
Opening Balance	1,01,82,506	1,018.25	1,01,82,506	1,018.25
Add: Issue of shares/Buyback of shares	-	-	-	-
Closing Balance	1,01,82,506	1,018.25	1,01,82,506	1,018.25

16.4 Shareholding of Promoters

S. No.	Promoter Name	No. of Shares	% of total Shares	% Change During the year
i.	Sri. Y.S.R. Venkata Rao	69,04,715	67.81	-
ii.	SmtY.Krishna Veni	28,994	0.28	-
iii.	Mrs. Y. Lalithya Poorna	1,10,000	1.08	-
iv.	Mrs. Y. Nagalakshmi Kumari	41,500	0.41	-
v.	M/s. CDC Industrial Infrass Limited	633	0.01	-
	Total	70,85,842	69.59	-

17. OTHER EQUITY

(₹ in Lakhs)

Promoter Name		31 st March 2025	31 st March 2024
i. Securities Premium			
Balance at the beginning and at the end of the year		2,371.50	2,371.50
ii. Revaluation Reserve on Land			
Balance at the beginning and at the end of the year		83.37	83.37
iii. Capital Reserve - Investment Subsidy			
Balance at the beginning and at the end of the year		10.00	10.00
		2,464.87	2,464.87
iv. General Reserve			
Balance at the beginning of the year		913.44	913.44
Balance at the closing of the year		913.44	913.44
v. Surplus			
Balance of surplus in the statement of changes in Equity		55.92	738.01
Balance available for Appropriations		55.92	738.01
Total		3,434.23	4,116.31

**18. BORROWINGS**

(₹ in Lakhs)

Promoter Name	31 st March 2025	31 st March 2024
i. Unsecured		
Deferred payment liability - Interest Free Sales Tax Loan (Refer Note 18.1)	21.88	40.34
ii. Secured		
Long term Debt from Bank (Refer Note 18.2)	0.92	2.20
Total	22.80	42.54

Disclosures:**18.1 Deferred payment liability - Interest Free Sales Tax Loan (IFST)**

The Company was sanctioned Interest Free Sales Tax Deferment of ₹ 345.86 lakhs under Target – 2000 Scheme by the State Government vide final eligibility Certificate No. LR 4/2001/0878/0878/ID dt. 24th July 2001, for a period of 14 years starting from 20th March 1999 to 19th March 2013. The Company has availed itself of total Sales Tax Deferment of ₹ 269.79 Lakhs up to 31st March 2013 and the same is shown as liability in the Balance Sheet. The repayment started from March, 2016 and the Company has made the payments as per the final eligibility certificate. An amount of ₹ 26.42 Lakhs is payable in the financial year 2025-26 hence shown under the Other Financial Liabilities under Current Liabilities Pursuant to requirement under Ind AS 109 on financial instruments and in view of the option exercised under Ind AS 101 on first time adoption of Ind AS, un-winding of interest using effective interest rate was made and the deferred grant carved out, from the said loan, is being amortised in equal installments over the remaining repayment period of the IFST loan.

18.2 Secured Loans from Banks

Particulars	Loan Amount Drawn (₹ in Lakhs)	No. of Instalments Due	Rate of Interest P.A. (%)	Outstanding as on 31 st March 2025 (₹ in Lakhs)
HDFC Bank *	4.00	23	9.25%	2.20

*The loan is secured by the mortgage of the vehicle.

19. LEASE LIABILITIES

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Lease Liability	-	347.27
Total	-	347.27

20. PROVISIONS

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Provision for Employee Benefits Gratuity (Net of Funded)	67.90	55.41
Provision for Earned Leave Encashment (Non funded)	22.26	21.27
Total	90.16	76.68

21. DEFERRED TAX LIABILITY

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Deferred Tax Liability	184.74	408.26
Total	184.74	408.26


22. OTHER NON-CURRENT LIABILITIES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Deferred Government Grant (Note 19.1)	19.11	28.66
Capital Creditors	-	66.75
Unpaid Interest to MSME Creditors (Note 26.1)	29.99	26.17
Total	49.09	121.58

23. BORROWINGS

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
i. Loans repayable on demand from Banks- Secured (Note 23.1)		
Cash Credit Facility	1,459.52	1,429.65
Export Packing Credit	307.97	281.81
ii. Current Maturities of Long Term Debt from Bank - Secured (Note 18.2)	1.28	38.32
Total	1,768.77	1,749.78

Disclosures:
23.1- Terms and Conditions of Cash Credit

I.	Period of Maturity with reference to Balance Sheet date	Renewable every year	Renewable every year
ii.	Number of Instalments Due	Nil	Nil
iii.	Amount Outstanding (₹ in Lakhs)	1,459.52	1,429.65
iv.	Rate of Interest	EBLR plus 1% PA -10.15%	Base Rate plus 5.60% P.A
v.	Overdue amount and period	Nil	Nil
vi.	Security Working Capital Loan from Bank and Interest Accrued thereon are secured on hypothecation of raw materials, work in progress, finished goods, stores & spares and book debts of the Company and a first charge on all Movable and Immovable Properties and personal guarantee of the Managing Director of the Company.		

23.2- Terms and Conditions of Export Packing Credit

EPC limit of ₹ 1250 Lakhs is a sub limit to the Cash Credit limit of ₹ 1800 Lakhs

I.	Amount Outstanding (₹ in Lakhs)	307.97	281.81
ii.	Rate of Interest	T-Bill plus 1.15% PA- 7.88%	Base Rate plus 5.60% P.A
iii.	Overdue amount and period	Nil	Nil
iv.	Security Working Capital Loan from Bank and Interest Accrued thereon are secured on hypothecation of raw materials, work in progress, finished goods, stores & spares and book debts of the Company and a first charge on all Movable and Immovable Properties and personal guarantee of the Managing Director of the Company.		

**24. LEASE LIABILITIES**

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Lease Liability	-	117.10
Total	-	117.10

25. TRADE PAYABLES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Total outstanding dues of:		
Micro enterprises & Small Enterprises (MSME)	58.16	29.30
Payables other than MSME	1,867.16	2,479.39
Total	1,925.32	2,508.69

25.1 Details relating to micro enterprises and small enterprises

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
i. Principal amount outstanding	58.16	29.30
ii. Interest outstanding at the beginning of the year	26.17	20.44
iii. Amount of interest paid	-	2.90
iv. Amount of interest due and payable for the year	3.81	8.63
v. Amount accrued and remaining unpaid at the end of the accounting year.	29.99	26.17

Note:

The information has been given in respect of those suppliers who have intimated the Company that they are registered as Micro and Small Enterprises.

25.2 Trade Payable Ageing Schedule

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months - 1 year	1-2 Years	2-3 Years	Total
MSME - Current year	58.16	-	-	-	58.16
MSME - Previous Year	29.30	-	-	-	29.30
Others - Current Year	1,867.16	-	-	-	1,867.16
Others - Previous Year	2,479.39	-	-	-	2,479.39

26. OTHER FINANCIAL LIABILITIES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Current Maturities of Deferred Payment Liability - Interest Free Sales Tax Loan (refer Note No.19.1)	26.42	27.52
Unpaid Dividends	5.16	5.57
Total	31.58	33.09

27. OTHER CURRENT LIABILITIES

(₹ in Lakhs)

	31 st March 2025	31 st March, 2024
Statutory Dues Payable	28.37	32.48
Advance against Sales	503.10	100.69
Outstanding Expenses	167.87	191.69
Total	699.33	324.86


28. PROVISIONS

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Provision for Employee Benefits Gratuity (Net of Funded)	3.55	4.28
Provision for Earned Leave Encashment (Non funded)	65.80	68.59
Total	69.35	72.86

29. REVENUE FROM OPERATIONS

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Sale of Products	8,231.03	8,230.46
Other Operating Revenue	1.97	55.13
Total	8,233.00	8,285.59

30. OTHER INCOME

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Interest earned	4.76	5.27
Other Non-operating Income		
- Lease Liability Written back	102.91	-
- Gain on Foreign Currency Translation and Transactions	4.25	-
- Miscellaneous Receipts	11.46	9.87
- Balances / Excess Provisions Written Back	21.27	54.77
- Deferred Government Grant Written Back	9.55	9.55
- Interest on Rent Deposit	2.50	3.06
Total	156.70	82.53

31. CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Opening Stock	2,416.45	1,909.77
Closing Stock	2,043.30	2,416.45
Decrease / (Increase)	373.15	(506.69)
Total Decrease / (Increase)	373.15	(506.69)

32. EMPLOYEE BENEFITS EXPENSE

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Salaries & Wages	1,313.00	1,393.77
Contribution to Provident and Other Funds	48.16	44.95
Staff Welfare Expenses	20.42	20.98
Total	1,381.58	1,459.70

33. FINANCE COSTS

(₹ in Lakhs)

	31 st March 2025	31 st March 2024
Interest	194.18	199.82
Interest on Income Tax	-	1.45
Other Borrowing Costs	14.59	7.64
Interest on Lease Liability	31.34	47.13
Total	240.12	256.04


34. DEPRECIATION AND AMORTIZATION EXPENSE

(₹ in Lakhs)

	<i>31st March 2025</i>	31 st March 2024
Depreciation of Tangible Assets	337.33	356.95
Amortisation of Right to Use Asset	77.18	102.91
Total	414.51	459.86

35. CORPORATE SOCIAL RESPONSIBILITY EXPENSES

(₹ in Lakhs)

	<i>31st March 2025</i>	31 st March 2024
Payment Made to Other Organisations	-	10.00
Total	-	10.00

Disclosures:

(₹ in Lakhs)

	<i>31st March 2025</i>	31 st March 2024
Gross Amount required to be spent by the Company	-	-
Amount approved by the Board to be spent during the year	-	10.00
Amount spent during the year towards CSR Activities	-	10.00

36. OTHER EXPENSES

(₹ in Lakhs)

	<i>31st March 2025</i>	31 st March 2024
Consumption of Stores & Spares	536.79	498.01
Power & Fuel	811.37	1,066.66
Rent	17.02	25.00
Repairs to Buildings	60.62	32.83
Repairs to Machinery	147.28	157.67
Insurance	38.84	42.23
Production & Processing charges	39.18	44.96
Professional & Consultancy Fees	91.66	83.09
Exhibition & Others	84.63	54.77
Rates and Taxes	33.48	35.89
Research and Development	129.31	133.63
Freight on Sales	360.29	244.92
Miscellaneous Expenses	212.92	307.35
Total	2,563.39	2,727.03

37. EXCEPTIONAL ITEMS

(₹ in Lakhs)

	<i>31st March 2025</i>	31 st March 2024
Assets Written off	-	12.97
Loss on Sale of Assets (Net)	(4.69)	27.85
Provision for Doubtful Debts	235.51	-
Total	230.83	40.81

**38. DISCLOSURE AS PER SCHEDULE III OF THE ACT AND IND AS-37 ON PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS:****A. Contingent Liabilities**

Claim against the Company not acknowledged as debts:

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Customs Duty - Unfulfilled Export Obligation if any	23.10	47.77
The department of GST Andhra Pradesh has raised demand pertaining to FY 2016-2017 regarding Tran-1 credit & Penalties against which appeal has been filed with the Appellate Authority, which has been rejected. The Company proposes to contest before GST Tribunal, as and when it is constituted. 10% pre deposit amount paid for the same to contest before tribunal.	1.97	1.97
The department of GST Telangana has raised a demand pertaining to FY 2017-18 & 2018-2019 regarding Input Credit & Penalties against which appeal has been filed with the Appellate Authority, which has been rejected. The Company proposes to contest before GST Tribunal, as and when it is constituted. 10% pre deposit amount paid for the same to contest before tribunal.	10.96	12.01
The department of GST Andhra Pradesh has raised a demand pertaining to FY 2017 – 2018, 2018-2019, 2019-2020 regarding ITC & Penalties against which appeal has been filed with the Appellate Authority. 10% pre deposit amount paid for the same to contest before tribunal.	0.93	0.93
The department of GST Telangana has raised a demand pertaining to FY 2016-2017 regarding Tran-1 credit & Penalties against which appeal has been filed. 10% pre deposit amount paid for the same to contest before tribunal.	4.54	4.54
Bank Guarantees Furnished	4.00	4.00

B. Commitments

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	17.40	31.30

39. DISCLOSURE AS PER IND AS – 12 INCOME TAX**A. Income tax assessments**

The Company's income tax assessments were completed up to AY 2023-2024.

B. The tax effects of significant temporary differences that resulted in Deferred Income Tax Liability are as follows



(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Difference in WDV of PPE and Intangible Assets	(1,642.05)	(1,722.85)
Differences in carrying value of ROU Assets & Lease Liabilities	-	(69.89)
Carried Forward Losses	557.16	-
Post-Employment Benefits	185.33	164.19
Other Disallowances	235.51	21.27
Net Deferred Taxes Assets / (Liabilities)	(664.05)	(1,467.50)
Deferred Taxes Asset / (Liabilities) thereon at applicable rates	(184.74)	(408.26)

40. DISCLOSURES AS PRESCRIBED BY INDIAN ACCOUNTING STANDARDS (INDAS)**40.1 DISCLOSURE AS PER INDAS 7**

Statement of reconciliation for changes in liabilities arising from financial activities

(₹ in Lakhs)

Particulars	Working capital borrowings	Interest free sales tax loan	Vehicle Loan
Opening balance	1,711.46	98.93	3.36
Borrowals during the year	56.03	-	-
Repaid during the year	-	50.62	(1.16)
Net movement	-	-	-
Closing Balance	1,767.49	48.31	2.20

40.2 DISCLOSURE AS PER INDAS 19 – EMPLOYEE BENEFITS**A. Defined Contribution Plan**

Contribution to Defined Contribution Plan recognised as expenses for the year as under:

(₹ in Lakhs)

Particulars	2024-2025	2023-2024
Employer's Contribution to Provident Fund	25.89	26.30

B. Defined Benefit Plan**i. Gratuity obligation of the Company**

The employees' gratuity fund scheme managed by a Trust is a defined benefit plan. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method, which recognised each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit to build up the final obligation. The obligation for leave encashment is recognised in the books as per Actuarial Valuation.

Assets and Liability (Balance sheet position)

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Present value of obligation	339.22	307.63
Fair value of plan assets	205.53	183.63
Net asset / (liability)	(133.70)	(124.00)

**Expense recognised during the year**

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
In Income Statement	22.31	15.62
In other comprehensive income	(3.27)	(66.84)

Changes in the Present Value of Obligation

(₹ in Lakhs)

Particulars	For the year ending	
	31 st March 2025	31 st March 2024
Present value of obligations as at the beginning	307.64	236.93
Interest cost	19.05	15.49
Current Service Cost	16.31	13.26
Past service cost – (Vested benefits)		
Benefits Paid	(8.32)	(22.04)
Actuarial (Gain) / Loss on obligation	4.55	63.99
Present value of obligations as at the end	339.23	307.63
Bifurcation of net liability		
Current liability (Short Term)	65.80	68.59
Non-current liability (Long Term)	273.43	239.05
Net liability	133.70	124.00

Changes in the Fair Value of Plan Assets

(₹ in Lakhs)

Particulars	For the year ending	
	31 st March 2025	31 st March 2024
Fair value of plan assets as at the beginning	183.63	194.40
Adjustment to opening Fair value of plan asset	-	-
Return on plan assets excluding Interest Income	0.10	(2.85)
Contribution by Employer	17.02	1.00
Interest Income	13.10	13.13
Benefits Paid	(8.33)	(22.04)
Fair value of plan assets as at the end	205.53	183.63

Expense recognised in the Income Statement

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Current Service Cost	16.31	13.26
Past Service Cost	-	-
Interest Cost	5.99	2.36
Expense recognised in the Income statement	22.30	15.62

**Other Comprehensive Income**

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Actuarial (gains) / losses	-	-
Actuarial (gains) / losses on obligations	4.55	63.99
Actuarial (gains) / losses on plan assets	0.13	2.85
Total Other Comprehensive Income	3.27	66.84

ii. Long Term Compensated Absences – Leave Encashment**Assets and Liability (Balance Sheet position)**

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Present value of obligation	25.55	26.47
Fair value of plan assets	-	-
Surplus / (deficit)	0.26	(0.92)
Net asset / (liability)	25.81	25.55

Expense Recognised During the Year

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
In Income statement	4.43	6.42

Changes in the Present Value of Obligation

(₹ in Lakhs)

Particulars	31 st March 2025	31 st March 2024
Present value of obligations as at the beginning	25.55	26.47
Interest cost	1.63	1.81
Current Service Cost	2.80	4.61
Benefits Paid	-	(1.87)
Actuarial (Gain) / Loss on obligation	(4.16)	(5.47)
Present value of obligations as at the end	25.81	25.55
Bifurcation of net liability	-	-
Current liability (Short Term)	3.55	4.28
Non-current liability (Long Term)	22.26	21.27
Net liability	25.81	25.55

Changes in the Fair Value of Plan Assets

(₹ in Lakhs)

Particulars	For the year ending	
	31 st March 2025	31 st March 2024
Fair value of plan assets as at the beginning	-	-
Adjustment to opening Fair value of plan asset	-	-
Return on plan assets excluding Interest Income	-	-
Interest Income	-	-
Contribution by employer	-	1.87
Benefits Paid	-	(1.87)
Fair value of plan assets as at the end	-	-

**Expenserecognised in the Income Statement**

(₹ in Lakhs)

Particulars	31st March 2025	31st March 2024
Current Service Cost	2.80	4.61
Past Service Cost	-	-
Interest Cost	1.63	1.81
Expense recognised in the Income statement	4.43	6.42

iii. Actuarial

Particulars	Gratuity (Funded) 2024-25	Leave Encashment (Non-funded) 2024-25	Gratuity (Funded) 2023-24	Leave Encashment (Non-funded) 2023-24
Mortality Table (LIC)	6.65%	6.65%	6.97%	6.97%
Discount rate (per annum)	3.00%	3.00%	3.00%	3.00%
Expected rate of return on plan assets (Per annum)	8.37%	6.32%	8.66%	6.74%
Employee Attrition rate (per annum)	5.00%	5.00%	5.00%	5.00%

The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market. The above information is certified by the actuary.

The expected rate of return on plan assets is determined considering several applicable factors, mainly the composition of plan assets held, assessed risks, historical results of return on plan assets and the Company's policy for plan assets management.

40.3 DISCLOSURE AS PER IND AS 21 - THE EFFECTS OF CHANGES IN FOREIGN EXCHANGE RATES**Un-hedged foreign currency exposure at the year-end**

(₹ in Lakhs)

Particulars	31st March 2025	31st March 2024
Trade payables	31.52	577.95
Trade receivables	961.15	1,035.70

(₹ in Lakhs)

Particulars	31st March 2025	31st March 2024
Exchange differences arising out of settlement / translation on account of export sales for the year	4.25	(15.72)
Exchange differences arising out of settlement / translation on account of imports for the year	-	-
Exchange differences arising out of settlement / translation on account of others	-	-
Net gain / (loss) recognised during the year	4.25	(15.72)

**40.4 DISCLOSURE AS PER IND AS 33 - EARNING PER SHARE**

Particulars	31 st March 2025	31 st March 2024
Total No. of Shares	1,01,82,506	1,01,82,506
Profit/(Loss) for the Year (₹ in Lakhs)	(579.98)	112.88
Total Comprehensive Income /(Loss) for the Year (₹ in Lakhs)	(580.26)	51.51
Earnings Per Share (before OCI) – Basic & Diluted (in ₹)	(5.70)	1.11

40.5 DISCLOSURE AS PER IND AS 108 - OPERATING SEGMENTS:

As the Company is predominantly engaged in the manufacture and sale of chemicals where the risks and returns associated with the products are uniform, the Company has identified geographical segments based on location of customers as reportable segments in accordance with Ind AS 108 issued by ICAI.

a. Segment Revenue

Geographical Location	31 st March 2025		31 st March 2024	
	₹ in Lakhs	%	₹ in Lakhs	%
Domestic	3,144.39	38.19	3,745.46	45.20
External	5,088.61	61.81	4,540.13	54.80
Total	8,233.00	100.00	8,285.59	100.00

b. Segment Assets (Trade Receivables)

Geographical Location	31 st March 2025		31 st March 2024	
	₹ in Lakhs	%	₹ in Lakhs	%
Domestic	472.46	32.96	761.74	42.38
External	961.15	67.04	1,035.70	57.62
Total	1,433.61	100.00	1,797.44	100.00

c. Other Disclosures

Geographical Location	Carrying Amount of Segment Assets		Additions to Fixed Assets	
	31 st March 2025	31 st March 2024	31 st March 2025	31 st March 2024
Unallocable Assets	7,860.01	9,139.84	149.65	286.94

Note: The Company has no assets outside India other than the External Trade Receivables. All the assets, other than trade receivables, are shown as unallocable assets


40.6 DISCLOSURE AS PER IND AS24 – RELATED PARTY DISCLOSURES

Directors' Interested Companies	Asian Herbex Limited
	Zigna Analytics Private Limited
	CDC Industrial Infrass Limited
Key Managerial Personnel	
Sri Y.S.R. Venkata Rao	Managing Director
Sri. Y.V. Prashanth	Executive Director
Ms. Gayathri Kesavarapu	Chief Financial Officer (w.e.f 7 th August 2024)
Mr. Siddharth Dubey	Company Secretary
Non - Key Managerial Personnel	
Dr. J. S. Yadav	Chairman & Independent Director (upto 20 th August 2024)
	Chairman & Non- Independent Director (w.e.f. 21 st August 2024)
Sri Murali Krishna Chevuturi	Independent Director (w.e.f. 21 st August 2024)
Sri T.V. Rao	Independent Director (w.e.f. 21 st August 2024)
Sri K.V. Suryaprakash Rao	Independent Director
Sri G. Jayaraman	Independent Director (upto 20 th August 2024)
	Non- Independent Director (w.e.f. 21 st August 2024)
Ms. Y. Lalithya Poorna	Non-Executive Non-Independent Director
Dr. A.R. Prasad	Non-Executive Non-Independent Director
Others	
Dr. YVS Murty Charitable Trust	Charitable Trust in which Managing Director is one of the trustee

Disclosure of transactions with related parties

S. No	Name	Nature of Transaction	31 st March 2025	31 st March 2024
i	Directors' Interested Companies	Rent	-	3.96
		Sales Commission	11.72	33.06
		Godown Rent	86.38	106.45
		Civil Works / repairs for godown	10.89	-
ii	Key Managerial Personnel	Remuneration	205.95	178.80
		Commission on profits	-	23.48
		Rent	11.62	16.24
iii	Non - Key Managerial Personnel	Sitting Fees	21.65	19.20
		Professional Fee	12.00	12.00
iv	Others	Donation	-	10.00


40.7 DISCLOSURE AS PER IND AS 116 – LEASES

Particulars	31 st March 2025	31 st March 2024
Opening lease liability	464.37	523.70
Net addition / (deletion) during the year – Write back during the year	(438.12)	-
Finance cost	31.34	47.13
Lease payments	(57.59)	(106.45)
Closing lease liability	-	464.37
Non-Current	-	347.27
Current	-	117.10

41 FINANCIAL INSTRUMENTS
a) Capital management

The Company manages its capital structure and makes adjustments to it, in light of changes in economic condition. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders. No changes were made in the objectives, policies and procedures in the past three years.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company includes within net debt, borrowings, trade and other payables, other liabilities, less cash and cash equivalents. Capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders.

b) Financial instruments by category

The carrying and fair value of financial instruments by categories of 31st March 2025 and 31st March 2024 were as follows

Particulars	31 st March 2025			31 st March 2024		
	Amortised Cost	Total carrying value	Total fair Value	Amortised Cost	Total carrying value	Total fair values
Assets						
Cash and cash equivalents	4.15	4.15	4.15	3.83	3.83	3.83
Other bank balances	57.34	57.34	57.34	19.38	19.38	19.38
Trade receivables	1,433.61	1,433.61	1,433.61	1,797.44	1,797.44	1,797.44
Other financial assets	63.70	63.70	63.70	106.14	106.14	106.14
Total	1,558.80	1,558.80	1,558.80	1,926.79	1,926.79	1,926.79
Liabilities						
Trade payables	1,925.32	1,925.32	1,925.32	2,508.69	2,508.69	2,508.69
Borrowings	1,791.57	1,791.57	1,791.57	1,792.32	1,792.32	1,792.32
Other financial liabilities	31.58	31.58	31.58	33.09	33.09	33.09
Lease Liability	-	-	-	464.37	464.37	464.37
Total	3,748.47	3,748.47	3,748.47	4,798.47	4,798.47	4,798.47


c) Financial Risk Management
Financial Risk Factors:

The Company is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include market risk, and liquidity risk. The management reviews and design policies and procedures to minimize potential adverse effects on its financial performance. The primary market risk to the Company is foreign exchange risk. The Company's exposure to credit risk is influenced mainly by the customer repayments. The Company's exposure to liquidity risks are on account of interest rate risk on borrowings. The following sections provide details regarding the Company's exposure to the above-mentioned financial risks and the management thereof.

Market Risk:

The Company operates internationally, and a portion of the business is transacted in foreign currencies and consequently the Company is exposed to foreign exchange risk through its sales and services in those countries. The exchange rate between the rupee and foreign currencies has changed substantially in recent years and may fluctuate substantially in the future. Consequently, the results of the Company's operations are affected as the rupee appreciates/depreciates against these currencies. The Company leaves exchange rate risk with regard to foreign exposures un-hedged when the local currency is appreciating against the foreign currency.

The following table analyses foreign currency risk from financial instruments:

Particulars	31 st March 2025		31 st March 2024	
	USD in Lakhs	Euro in Lakhs	USD in Lakhs	Euro in Lakhs
Trade receivables	11.29	-	12.42	-
Other financial assets	-	-	-	-
Trade payables	0.37	-	6.09	0.77
Other financial Liabilities	-	-	-	-
Net assets/(liabilities)	10.92	-	6.33	(0.77)

Credit Risk:

Credit risk is the risk of loss that may arise on outstanding financial instruments when counter party defaults on its obligations. The Company's exposure to credit risk arises primarily from loans extended, security deposits, balances with bankers and trade and other receivables. The Company minimises credit risk by dealing exclusively with high credit rating counter parties. The Company's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Company trades only with recognised and creditworthy third parties. It is the Company's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Company's exposure to bad debts is not significant. The company recognizes provisions for credit impaired receivables based on delay in realisation.

Credit Risk Exposure:

At the end of the reporting period, the Company's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position. No other financial assets carry a significant exposure to credit risk.

Liquidity Risk:

The Company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The Company has short term borrowings from banks. Short term loans



repayable on demand from banks are obtained for the working capital requirements of the Company.

As of 31st March 2025, the Company had a working capital of ₹ 92.52 Lakhs including cash and cash equivalents of ₹ 4.15 Lakhs. As of 31st March 2024, the Company had a working capital of ₹ 717.17 Lakhs including cash and cash equivalents of ₹ 3.83 Lakhs.

As of 31st March 2025, and 31st March 2024, the outstanding gratuity liability was ₹ 339.23 Lakhs and ₹ 307.63 Lakhs, respectively, which have been substantially funded. Accordingly, no liquidity risk is perceived.

Interest Rate Risk:

The interest rate risk is the risk that the fair value or the future cash flows of the Company's financial instruments will fluctuate because of the change in market interest rates. The Company is exposed to interest rate risks as it has significant interest-bearing working capital loans from bank. Short term loans repayable on demand are subject to prevailing market rate fluctuations and sanctioned facilities are availed on a need to borrow basis to ensure minimum exposure to interest rate fluctuations.

42. DIVIDEND:

The final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors. Income Tax consequences of dividends on financial instruments classified as equity will be recognized according to where the entity originally recognized those past transactions or events that generated distributable profits. The Company declares and pays dividends in Indian rupees. Companies are required to pay/distribute dividend after deducting applicable withholding income taxes.

The Company recommended/ declared dividend as under:

Particulars	2024-25	2023-24
Final Dividend*	0.50	1.00

43. REMUNERATION TO AUDITORS (EXCLUDING GST): (₹ in Lakhs)

Particulars	2024-25	2023-24
Statutory Audit	8.00	8.00
Taxation Matters	2.50	2.50
Other Services	2.70	3.83

44. CONFIRMATION OF BALANCES:

The Company had sent letters seeking confirmation of balances to various parties under trade payables, trade receivables, advance to suppliers and other advance from customers. Based on the confirmations received and upon proper review, corrective actions have been initiated, and the amounts have been tried up, accounting adjustments have been made wherever found necessary.

45. BORROWINGS SECURED AGAINST CURRENT ASSETS:

The Company files Monthly Stock Statements and Quarterly Declarations to Bank regarding the End Use of Funds and Unhedged Foreign Currency and Investments .

The data provided by Company is in line with the Books of Accounts. The Company has not been declared as Wilful Defaulter as per the relevant RBI Circular.

46. RELATIONSHIP WITH STRUCK OFF COMPANIES:

The Company has verified Debtors and Creditors Companies status with respect to being Struck Off and none of them are being shown as Struck Off in the records of MCA.

**47. RATIOS:**

Ratios	Numerator	Denominator	Current Period	Previous Period	% Variance
Current Ratio	Current Assets	Current Liabilities	1.02	1.15	(0.11)
Debt-Equity Ratio	Total Outside Liabilities	Shareholder's Equity	4.75	5.70	(0.17)
Debt Service Coverage Ratio	Earnings Available for Debt Services/ interest + instalments	Debt Service	0.04	0.39	(0.90)*
Return on Equity Ratio	Net profit after taxes	Equity shareholders funds	(0.57)	0.05	(12.27)*
Inventory turnover ratio	Cost of goods Sold or Sales	Average inventory	2.72	2.67	0.02
Trade Receivables turnover ratio	Sales	Average Trade Receivables	5.10	5.23	(0.03)
Trade payables turnover ratio	Purchases	Average Trade Payables	1.49	2.90	(0.49)**
Net capital turnover ratio	Sales or Cost of goods sold	Working Capital/ Net Assets	88.98	11.55	6.70*
Net profit ratio	Net profit	Sales	(0.07)	0.01	(12.43)*
Return on Capital employed	Earnings Before interest and tax	Capital employed	(6.93)	7.37	(1.93)*

*Due to Loss incurred during the current year.

** The Company has cleared the dues of creditors more promptly compared to the previous year, resulting in a reduction in the trade payables ratio.

48. UTILISATION OF BORROWED FUNDS AND SHARE PREMIUM:

- No funds have been advanced or loaned or invested (either from borrowed funds or share premium or, any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- No funds have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



49. The Company has used the borrowings from Banks and Financial institutions for their specific purpose for which they have been taken.
50. In the opinion of the Board of Directors, all the Assets (Other than Property, Plant, Equipment, Intangible Assets and Non-Current Investments) are expected to realise a value which is at least equivalent to the amount at which they are stated in the financial statements, in the ordinary course of the business. The Board is also of the opinion that no material uncertainty exists regarding the capability of the Company in meeting its liabilities existing as on the date of Balance Sheet as and when they fall due.
51. As the Company does not have any downstream companies, the compliance with regard to the number of layers prescribed under Clause (87) of Section 2 of the Companies Act, 2013 read with Companies (Restrictions on Number of Layers), Rules, 2017 and the disclosure requirements of the names of such Companies and their CIN, beyond specified layers and the relation and extent of holding, are not applicable.
52. With regard to Charge Creation or Satisfaction, no documents are pending for filling with Registrar of Companies beyond the specified Statutory period.
53. The Company does not have any transaction which is not recorded in the books of account that has been surrendered or disclosed as income during the year in tax assessments under the Income Tax, 1961. The Company does not also have any previously unrecorded income and related assets that are properly required to be recorded in the books of account during the year.
54. The Company has not traded or invested in crypto currency or any virtual currency during the financial year.
55. Previous Year's figures have been regrouped / reclassified wherever necessary to correspond with the Current Year's classification/ disclosure.

As per our Report attached
For C K S Associates
Chartered Accountants
(FRN 007390S)

For and on Behalf of Board of Directors
Alkali Metals Limited

N V S Srikrishna
Partner
M.NO.025139

Y.S.R. Venkata Rao
Managing Director
DIN: 00345524

Dr. J.S. Yadav
Chairman
DIN: 02014136

Place : Hyderabad
Dated: 19th May 2025

Gayathri Kesavarapu
Chief Financial Officer

Siddharth Dubey
Company Secretary

Registered Post

AN
ISO 9001 & 14001,
API COMPANY
AND EXPORT HOUSE



If undelivered, please return to

ALKALI METALS LIMITED

Plot B-5, Block III, IDA, Uppal,
Hyderabad - 500 039, Telangana, India.
Phone: +91-40-27201179, 27202298
E-mail: alkalimetals@alkalimetals.com
Website: www.alkalimetals.com