

# SHARP CHUCKS AND MACHINES LIMITED

Formerly SHARP CHUCKS AND MACHINES PVT.LTD.  
Regd. Office : A- 12, Industrial Development Colony, Jalandhar - 144 012 (Pb.)  
E-mail : [dispatch@sharpchucks.com](mailto:dispatch@sharpchucks.com) [accounts@sharpchucks.com](mailto:accounts@sharpchucks.com)

GSTIN :03AACCS0690M1ZB  
CIN: L27106PB1994PLC014701

Tel. 0181-2610341 , 2611763  
Telefax : 0181-2610344  
Website : [www.sharpchucks.com](http://www.sharpchucks.com)

29 May 2024

To,  
**National Stock Exchange of India Limited**  
“Exchange Plaza”  
Bandra-Kurla Complex,  
Bandra (East),  
Mumbai – 400051  
**Symbol: SCML**  
**ISIN-INE460Q01014**

Dear Sir/Ma'am,

Sub: Outcome of Board Meeting

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR Regulations”), we would like to inform that the Board of Directors of the Company as its meeting held on today i.e. on Wednesday, May 29, 2024 have inter-alia considered and approved following:

Audited Financial Results of the company for the half year and the financial year ended on March 31, 2024, along with the reports of Auditors thereon pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (“SEBI LODR Regulations”). Copy of the said Financial Results and Auditors Report is enclosed herewith. Pursuant to Regulation 33 of SEBI LODR Regulations, we hereby declare that the statutory auditors have issued audit report with unmodified opinion on the financial results of the Company for the year ended 31st March, 2024.

The meeting of the Board of Directors of the Company commenced at 03:00 p.m. and concluded at 06.45 p.m.

Thanking you,  
Yours sincerely,  
For and on behalf of  
Sharp Chucks and Machines Ltd



Ajay Sikka  
Managing Director  
DIN:00665858



MANUFACTURERS & EXPORTERS OF  
“SHARP” PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,  
INDEPENDENT CHUCKS & CUSTOMISED CASTING



# SHARP & TANNAN

## Chartered Accountants

**Independent Auditor's Report on Standalone Financial Results of SHARP CHUCKS AND MACHINES LIMITED for the half year ended and year ended 31<sup>st</sup> March, 2024 pursuant to the Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended.**

To  
The Board of Directors,  
Sharp Chucks and Machines Limited

### Opinion

We have audited the accompanying Standalone Financial Results of **Sharp Chucks and Machines Limited** (hereinafter referred to as 'the Company') for the half year ended and year ended March 31, 2024 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the half year ended and year ended March 31, 2024

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- give a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the standalone net profit and other financial information for the half year March 31, 2024 and year ended March 31, 2024.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ('the Act'). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Statement's 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 Standalone Financial Results for the year ended March 31, 2024 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Board of Directors for the Statement

This Statement, which is the responsibility of the Company's Management and the Board of Director's and approved by the Board of Director's, has been prepared on the basis of standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other financial information of the Company in accordance with the accounting principles generally accepted in India, including AS prescribed under Section 133 of the Act, read with relevant rules issued there

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Shreedhar T. Kunte Rajkumar Khullar  
Pavan K. Aggarwal Raghunath P. Acharya  
Associate Offices: Bangalore, Chennai, Goa, Mumbai, Pune & Hyderabad



under and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

#### **Auditor's Responsibilities for the Audit of the Statement**

Our objectives are to obtain reasonable assurance about whether the statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs specified under section 143(10) of the Act 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 statement.

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 Statement, 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 in place adequate internal financial controls with reference to standalone financial statements 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 the management .
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the



statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures and whether the Statement represents 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.

#### Other Matter

The Statement includes the results for the half year ended March 31, 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the first half year of the current financial year which were subjected to limited review by us.

Our opinion is not modified in respect of the above matter.

Place: Jalandhar  
Date : 29-05-2024



SHARP & TANNAN  
Chartered Accountants  
Firm's Registration No.000452N  
by the hand of

*Rajkumar*

RAJKUMAR KHULLAR  
Partner  
Membership No. 092507

UDIN: 24092507BKFCCS6630

**SHARP CHUCKS AND MACHINES LIMITED**  
**CIN: L27106PB1994PLC014701**

**Standalone Statement of Assets and Liabilities**

(Amount Rs. In Lakhs)

Particulars	As at 31-03-2024 (Audited)	As at 31-03-2023 (Audited)
<b>EQUITY AND LIABILITIES</b>		
<b>SHAREHOLDERS' FUNDS</b>		
Share capital	1,075.98	978.43
Reserve & surplus	5,044.82	4,233.13
	<b>6,120.80</b>	<b>5,211.56</b>
<b>NON CURRENT LIABILITIES</b>		
Long terms borrowings	2,027.99	2,763.72
Deferred tax liabilities (net)	699.77	609.80
Other long term liabilities	125.92	316.32
Long term provisions	106.28	87.84
	<b>2,959.96</b>	<b>3,777.68</b>
<b>CURRENT LIABILITIES</b>		
Short term borrowings	5,395.18	5,042.76
Current maturity of long term borrowings	963.64	911.40
Trade payables :-		
-Total outstanding dues of micro enterprises and small enterprises	408.39	162.23
-Total outstanding dues of creditors other than micro enterprises and small enterprises	2,807.78	2,138.74
Other current liabilities	919.80	541.19
Short term provisions	164.22	143.72
	<b>10,659.01</b>	<b>8,940.04</b>
<b>Total</b>	<b>19,739.77</b>	<b>17,929.28</b>
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
<b>PROPERTY, PLANT AND EQUIPMENT &amp; INTANGIBLE ASSETS</b>		
Property, Plant and Equipment	7,960.80	7,294.70
Intangible assets	0.80	0.80
Capital work in progress	9.23	390.04
Intangible assets under development	-	-
Non-current investment	-	-
Long term loans & advances	15.52	40.85
Other non-current assets	337.73	327.95
<b>CURRENT ASSETS</b>		
Current investments	-	-
Inventories	7,608.13	6,464.69
Trade receivables	3,264.30	2,910.06
Cash and cash equivalents	187.11	135.90
Short term loans & advances	356.15	364.29
Other current assets	-	-
<b>Total</b>	<b>19,739.77</b>	<b>17,929.28</b>

For and on behalf of the Company

Ajay Sikka  
 Managing Director  
 DIN: 00665858

Place: Jalandhar  
 Date: 29-03-2024



**SHARP CHUCKS AND MACHINES LIMITED**  
CIN: L27106PB1994PLC014701

**Statement of Audited Standalone Financial Results for the half year and year ended 31st March, 2024**

(Amount Rs. in Lakhs)

Particulars	Half Year Ended		Year Ended	
	31.03.2024 (Audited)	30.09.2023 (Un-Audited)	31.03.2024 (Audited)	31.03.2023 (Audited)
<b>INCOME</b>				
Revenue from operations (gross)	12,404.31	11,495.46	23,899.77	20,903.98
Less:- GST	1,891.58	1,842.07	3,733.65	3,259.01
Revenue from operations (net)	10,512.73	9,653.39	20,166.12	17,644.97
Other income	31.71	3.87	35.58	61.89
<b>Total Income</b>	<b>10,544.44</b>	<b>9,657.26</b>	<b>20,201.70</b>	<b>17,706.86</b>
<b>EXPENSES</b>				
Manufacturing and operating expenses:				
Cost of material consumed	6,337.76	6,438.56	12,776.32	10,983.75
Stores, spares and tools consumed	738.91	1,128.55	1,867.46	2,004.74
Changes in inventories of finished goods and work- in- progress	135.89	(1,369.13)	(1,233.25)	(1,197.58)
Other manufacturing and operating expenses	953.99	1,064.95	2,018.95	1,657.47
Employee benefits expenses	700.83	718.81	1,419.64	1,306.17
Finance costs	484.64	470.17	954.80	853.46
Depreciation and amortization	333.35	317.85	651.20	568.64
Other expenses	348.22	546.23	894.45	807.04
<b>Total Expenses</b>	<b>10,033.59</b>	<b>9,315.98</b>	<b>19,349.57</b>	<b>16,983.67</b>
<b>Profit/ (loss) before taxes</b>	<b>510.85</b>	<b>341.28</b>	<b>852.13</b>	<b>723.19</b>
Tax Expenses				
Provision for current tax	71.00	80.00	151.00	126.00
Provision for deferred tax	70.10	19.88	89.97	123.76
Income Tax for earlier years	0.44	0.24	0.69	0.03
<b>Profit/ (loss) after taxes</b>	<b>369.31</b>	<b>241.16</b>	<b>610.47</b>	<b>473.39</b>
Paid-up Share capital ( Face Value of Rs. 10 Each)	1075.98	978.43	1075.98	978.43
Earning per Equity Shares				
Basic (In Rs)	3.50	2.46	5.96	4.84
Diluted (In Rs)	3.50	2.46	5.96	4.84

**Refer attached Explanatory Notes**

For and on behalf of the Company

Ajay Sikka  
Managing Director  
DIN: 00665858

Place: Jalandhar  
Date: 29-05-2024



*Rafkumar*

## Explanatory Notes on Financial Results for the half year and year ended 31<sup>st</sup> March,2024

1. The Audited Standalone Financial Results (the 'Statement') for the half year ended 31<sup>st</sup> March,2024 and year ended 31st March, 2024 of Sharp Chucks and Machines Limited (the 'Company') have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors of the Company.

The above Audited Standalone Financial Results have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India.

### 2. Completion of Initial Public Offer (IPO) and Utilization of IPO Proceeds

During the year, the Company came up with an INITIAL PUBLIC ISSUE (IPO) of equity size of 2,904,000 Equity Shares, each having a Face Value of Rs 10 and a Premium of Rs 48 per Equity Share at a collective price of Rs.58 per equity share. This IPO included an Offer for Sale (OFS) of 1,928,516 Equity Shares held by SIDBI Trustee Company Limited A/c India Opportunities Fund and included a fresh issue of 975,484 Equity Shares, each with a Face Value of Rs 10 and a Premium of Rs 48 per Equity Share at a collective price of Rs.58 per equity share. The issue was fully subscribed, and the Company's Shares were listed on the SME EMERGE Platform of National Stock Exchange of India ('NSE EMERGE') on October 12, 2023.

The total IPO expenses incurred of Rs. 267 Lakhs (excluding taxes) has been adjusted against securities premium. The utilization of the IPO proceeds is summarized below:

Particulars	Utilization of net proceeds as per prospectus (in Lakhs)	Utilization up to March 31, 2024 (in Lakhs)	Unutilized up to March 31, 2024(in Lakhs)
Meeting incremental working capital requirements	267.00	267.00	-
General Corporate Purposes	38.78	37.53	1.25
Share Issue Expenses	260.00	260.00	
	<b>565.78</b>	<b>564.53</b>	<b>1.25 (*)</b>

Unutilized IPO proceeds of Rs. 1.25 Lakhs are available Escrow Account with ICICI Bank pending utilization for the intended purposes.



3. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. Further, the Ministry of Labour and Employment has released draft rules for the Code on November 13, 2020. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
4. The Company has only one business segment which is manufacture and sale of customized Casting, Machine Tools and Forging items.
5. The Company's financial statements include inventories having value of Rs. 7608.13 Lakhs, which is a significant component of the assets. At present, the Company does not have any methodology to track over the stage wise inventory forming part of the work-in-progress.

Valuation of inventories has been carried out by the Independent Cost Accountant. Basis adopted to arrive the value of the various items is not provided to us for verification. Management is taking steps to address these limitations and enhance the accuracy and reliability of inventory-related data in future reporting periods.

6. The Company carries physical verification of fixed assets on a yearly basis. The Company is in the process to upgrade its current methodology to reconcile physically verified assets with the fixed assets registers maintained and the Management is taking necessary steps to update its records and reconcile it.
7. During the year ended 31st March , 2024, the Company had delayed in making payment against outstanding of suppliers of goods and services. This has resulted in an interest liability amounting to Rs. 7.71 Lakhs for the current year. Additionally, an interest liability amounting to Rs. 48.66 Lakhs, pertaining to FY 2019-20, FY 2020-21, FY 2021-22, and FY 2022-23, is still pending for deposition. This liability shall be accounted for in the books on a cash basis.
8. Balances under Sundry Debtors, Loans and Advances and Creditors are subject to confirmation. The impact of reconciliation, if any, will be given in the year of reconciliation.
9. Figures for the previous periods/year have been regrouped, whenever necessary.
10. Financial Results includes the results for the Half Year Ended 31 March, 2024 being the balancing figures between the audited figures of full financial year and published unaudited year to date figures up to 1<sup>st</sup> half year of the current financial year.





Standalone Statement of Cash Flow

(Amount Rs. in Lakhs)

Particulars	Year Ended 31.03.2024	Year Ended 31.03.2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit/ (Loss) before tax	852.13	723.19
Adjustments for:		
Depreciation and amortization	651.20	568.64
Asset W/Off (ERP Software)	-	7.69
Exchange loss (gain)	(6.32)	(19.89)
Interest on fixed deposit with bank and security deposit	(18.96)	(10.30)
Interest paid	954.80	853.46
Loss/(Profit) on sale of Property, plant and equipment	-	(1.11)
<b>Operating profit / (Loss) before working capital changes</b>	<b>2,432.86</b>	<b>2,121.67</b>
Adjustment for:		
(Increase) / decrease in short term loans and advances	8.14	94.54
(Increase) / decrease in long term loans and advances	25.33	125.91
(Increase) / decrease in other non-current assets	(9.77)	(61.45)
(Increase) / decrease in trade receivables	(347.92)	469.03
(Increase) / decrease in inventories	(1,143.44)	(1,373.21)
(Increase) / decrease in other current assets	-	52.55
Increase / (decrease) in trade payables	915.18	12.26
Increase / (decrease) in other current liabilities	378.62	161.98
Increase / (decrease) in short term provisions	(66.19)	(40.67)
Increase / (decrease) in long term provisions	18.43	14.03
<b>Cash generated from/ (used) in operating activities (A)</b>	<b>2,211.22</b>	<b>1,576.65</b>
Direct tax paid	(65.00)	(60.00)
Income tax refund received	-	-
<b>Net Cash generated from/ (used) in operating activities</b>	<b>2,146.22</b>	<b>1,516.65</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(936.49)	(1,915.73)
Sale of property, plant and equipment	-	7.60
Bank balances not considered as cash and cash equivalents - (placed)/matured	(51.37)	20.79
Interest received	18.96	10.30
<b>Net cash flow from (used in) /from investing activities (B)</b>	<b>(968.90)</b>	<b>(1,877.04)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds (Repayment) from long term borrowings	(683.49)	(952.77)
Proceeds (Repayment) from short term borrowings	352.42	(270.48)
Proceeds (Repayment) of other long term liability	(190.40)	(11.90)
Proceeds from issue of Equity Shares	97.55	-
Proceeds from Share Premium (net of issue expenses)	201.23	-
Interest paid	(954.80)	(853.46)
<b>Net cash flow from / (used in) from financing activities ( C )</b>	<b>(1,177.48)</b>	<b>(2,088.61)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(0.16)</b>	<b>(2,449.00)</b>
Cash and cash equivalents at beginning of the year	107.72	2,556.72
Cash and cash equivalents at end of the year	107.56	107.72
<b>Net increase in cash and cash equivalents</b>	<b>(0.16)</b>	<b>(2,449.00)</b>

Notes:

- Cash Flow Statement has been prepared under the Indirect Method as set out in the Accounting Standard 3; "Cash Flow Statement", as specified under Section 133 of the Act.
- Purchase of Property, Plant and Equipment includes movement of capital work-in-progress
- Cash and cash equivalents at end of the period does not includes other bank balances.

For and on behalf of the Company

Ajay Sikka  
Managing Director  
DIN: 00665858

Place: Jalandhar  
Date: 29-05-2024



# SHARP CHUCKS AND MACHINES LIMITED

Formerly SHARP CHUCKS AND MACHINES PVT.LTD.  
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29 May 2024 .....

To,  
**National Stock Exchange of India Limited**  
"Exchange Plaza"  
Bandra-Kurla Complex,  
Bandra (East),  
Mumbai - 400051  
Symbol: SCML  
ISIN-INE460Q01014

Sub: Declaration For Un-Modified Opinion With Audit Report On Audited Standalone Financials Results Of The Company For The Half Year And The Financial Results Of The Company Ended 31 March 2024

Dear Sir/Ma'am,

This is in reference to the Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations")

We hereby confirm and declare that the Company Statutory Auditors M/s Sharp & Tannan, Chartered Accountants have issued Audit Report with an un-modified opinion on the Audited Standalone Financial Results of the Company for the Half Year And The Financial Results Of The Company Ended 31 March 2024

Kindly take the same on your records

Thanking you,

Yours sincerely,  
For and on behalf of  
Sharp Chucks and Machines Ltd

  
Ajay Sikka  
Managing Director  
DIN:00665858



MANUFACTURERS & EXPORTERS OF  
"SHARP" PRECISION SELF CENTERING LATHE CHUCKS, DRILL CHUCKS,  
INDEPENDENT CHUCKS & CUSTOMISED CASTING